

Aubrey Dunn COMMISSIONER

## State of New Mexico Commissioner of Public Lands

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R-14216

COMMISSIONER'S OFFICE

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Wyatt Permian ATTN: Mr. Steven Gohlke 24 East Greenway Plaza, Suite 600 Houston, TX 77046

April 12, 2018

RE:

Larry San Andres Unit

Drilling Extension to July 12, 2018

Lea County, New Mexico

Dear Mr. Gohlke:

We are in receipt of your letter of April 9, 2018 in which you requested an extension to July 12, 2018 to either receive a determination of production in "paying quantities" for the initial well drilled in the Larry San Andres Unit (Larry San Andres Unit 18 103H) or spud the second well for the unit.

The New Mexico State Land Office has this date approved your request and hereby grants you a one-time drilling extension to July 12, 2018. Pursuant to Article 8 of the Unit Agreement, both Wyatt Permian and the New Mexico State Land Office must determine that the initial well drilled in the Larry San Andres Unit is capable of producing unitized substances in paying quantities or Wyatt Permian must commence drilling operations on the second well in the unit on or before July 12, 2018. If neither of these conditions is satisfied, the Unit Agreement will be terminated.

If you have any questions or if we may be of further help, please contact Units Manager Marilyn Gruebel at 505.827.5791.

Respectfully.

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COMMISSIONER OF PUBLIC LANDS

AD/mg

cc: OCD - ATTN: Daniel Sanchez
OGMD and Units Reader Files