30-005-29203

United States Department of the Interior

BUREAU OF LAND MANAGEMENT



Pecos District Roswell Field Office 2909 West Second Street Roswell, New Mexico 88201-2019 www.nm.blm.gov



In Reply Refer To: NM-106692 3160 (P0130)

OCT 1 3 2015

Yates Petroleum Corporation 105 South Fourth Street Artesia, NM 88210

Gentlemen:

Your Application for Permit to Drill (APD), approved April 8, 2013, for the McKamey BHM Federal Well No. 2H, located SH: 1800 feet FNL and 330 feet FWL (SW¹/4NW¹/4) and BH: 2200 feet FNL and 330 feet FEL (SE¹/4NE¹/4) sec. 26, T. 15 S., R. 30 E., Chaves County, New Mexico, Federal lease NM-106692 has expired April 8, 2015 because drilling has not commenced within two years of the approval date.

If drilling operations have commenced on the referenced well, please contact David Glass, Petroleum Engineer, Lands and Minerals at (575) 627-0275 and send all necessary reports (spud, casing/cementing, etc., 1 original and 5 copies) so we may correct our records.

If the well has not been spudded, but site construction activities have occurred, please contact this office at the above telephone number for surface reclamation instructions.

If you wish to drill this well at a later date, please submit a complete application (1 original and 5 copies). Since the original APD has expired, the resubmitted APD will be subject to all of the processing requirements including the 30-day posting requirement. Please note on the resubmitted APD that it was previously approved and we will review the expired file for information which will expedite the processing.

Sincerely,

\S\ Ruben J. Sanchez

Ruben J. Sanchez Assistant Field Manager, Lands and Minerals

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cc: NM (P0130, File) NM (P0130, D. Glass) NM (P0130, I & E) MOCD-Hobbs

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