State of New Mexico Energy, Minerals and Natural Resources Department

Jami Bailey

Division Director

Oil Conservation Division

Susana Martinez

Governor

David Martin

Cabinet Secretary-Designate

Brett F. Woods, Ph.D. Deputy Cabinet Secretary

September 2, 2014

GMT Exploration Co LLC ATT: Regulatory 1560 Broadway, Suite 2000 Denver, CO 80202

RE: CANCELLATION OF INTENT TO DRILL

- * Pryor State #2H-N, 36-22s-34e, API # 30-025-40715
- * Pryor State #6H-O, 36-22s-34e, API # 30-025-40716

Gentlemen:

Two years or more have elapsed since Division form C-101; Intent to Drill for the subject well was approved. To date no progress reports have been received. Therefore, approval of your permit to drill this well has expired and no operations are to be initiated without further notice to and approval by the Oil Conservation Division

If the work to drill this well has been done, please file subsequent reports (Form C-103) of this work immediately to bring this file into current status.

Truly yours,

OIL CONSERVATION DIVISION

Maxey Brown Supervisor, Hobbs OCD

CC:

OCD Santa Fe

BLM

State Land Office

| E-PERMITTING New Well | | |
|------------------------|--------------|----|
| Comp | P&A | TA |
| CSNG | Loc CHG | |
| ReComp | Add New Pool | |
| Cancl Well Create Pool | | |