



United States Department of the Interior

BUREAU OF LAND MANAGEMENT

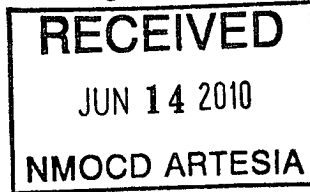
Pecos District
Carlsbad Field Office
620 E. Greene

Carlsbad, New Mexico 88220-6292

www.blm.gov/nm/st/en.html



In Reply Refer To:
NM-103570, NM-105538,
NM-115995
3162.4 (P0220)



JUN 10 2010

Your Reference:

30-015-35586

→ NM-103570 3 Lock Box 1921-24 Fed. #1 1884'N & 110'W sec.24, T. 19 S., R. 21 E.
APD approved on 04/30/07, APD extension expired on 04/30/10
NM-103570 Box Cars 1921-13 Fed. #1 710'S & 200'E sec, 14, T. 19 S., R. 21 E.
APD approved on 04/30/07, APD extension expired on 04/30/10
NM-103570 Sand Box 1921-24 Fed. #1 742'S & 300'E sec, 23, T. 19 S., R. 21 E.
APD approved on 04/30/07, APD extension expired on 04/30/10
NM-105538 Out Box 1921-29 Fed. #1 1062'N & 605'W sec, 29, T. 19 S., R. 21 E.
APD approved on 04/27/07, APD extension expired on 04/27/10
NM-115995 Box Office 1920-26 Fed. Com. #1 1303'N & 240'W sec, 26, T. 19 S., R. 20 E.
APD approved on 04/30/07, APD extension expired on 04/30/10

Parallel Petroleum Corporation
1004 N. Big Spring, Suite 400
Midland, TX 79701

Gentlemen:

Your Applications for Permit to Drill (APDs), the above referenced wells have expired because drilling has not commenced within two years of the last approved extension date as stated in the General Requirements for Oil and Gas Operations on Federal Leases.

If drilling operations have commenced on the referenced wells, please contact Jim Amos of this office at (575) 234-5909 and send all necessary reports (spud, casing/cementing, etc., 1 original and 3 copies for each well) to us, so we may correct our records.

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

MP

If you wish to drill these wells at a later date, please submit a complete application (1 original and 3 copies for each well) to this office. Since the original APDs have expired, the resubmitted APDs will be subject to all the processing requirements including the 30-day posting requirement. Please note on the resubmitted APDs that they were previously approved and we will review the expired files for information which will help expedite the processing. If you have any questions please contact Betty Hill at (575) 234-5937.

Sincerely,

/s/ Don Peterson

Don Peterson
Assistant Field Manager
Lands & Minerals

bcc:
P0221, I&E CFO
NMOCD Artesia