

State of New Mexico CONSTRUCTION DIVISION Commissioner of Public Lands

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PATRICK H. LYONS COMMISSIONER

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COMMISSIONER'S OFFICE

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March 17, 2005

Primero Operating, Inc. P. O. Box 1433 Roswell, New Mexico 88202

Attn: Mr. Phelps White

Re: Cat Head Mesa Unit Request for Extension Cat Head Mesa Unit Well No. 3 Socorro County, New Mexico

Dear Mr. White:

We are in receipt of your letter of March 11, 2005. In your letter, you have requested an extension of time in which to commence the drilling of the Cat Head Mesa Unit Well No. 3.

The Commissioner of Public Lands hereby grants you an extension to October 1, 2005 to commence the drilling of the above-mentioned well pursuant to your 2005 plan of development. This action is subject to like concurrence by the Bureau of Land Management and the New Mexico Oil Conservation Division.

If you have any questions or if we may be of further help, please contact Pete Martinez at (505) 827-5791.

Very truly yours,

PATRICK H. LYONS COMMISSIONER OF PUBLIC LANDS

BY

JAMI BAILEY, Director Oil, Gas and Minerals Division (505) 827-5744 PL/JB/pm pc: Reader File, BLM Roswell-Attn.: Mr. Armando Lopez OCD-Attn.: Mr. Roy Johnson

-State Land Office Beneficiaries -