



Aubrey Dunn
COMMISSIONER

State of New Mexico
Commissioner of Public Lands

310 OLD SANTA FE TRAIL
P.O. BOX 1148
SANTA FE, NEW MEXICO 87504-1148

2017 FEB - 2
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COMMISSIONER'S OFFICE

Phone (505) 827-5760
Fax (505) 827-5766
www.nmstatelands.org

January 30, 2017

Mr. Bo Blue
VP Land
NEMO Fund I, LLC
24 East Greenway Plaza, Suite 600
Houston, TX 77046

Re: Curly San Andres Unit
Drilling Extension for Initial Test Well
Lea County, New Mexico

Dear Mr. Blue:

We are in receipt of your letter of January 5, 2017 in which you requested an extension to July 30, 2017 in which to spud the initial test well for the Curly San Andres Unit.

The Commissioner of Public Lands has considered your issue and, while not approving the full extension, has this date granted you a one-time drilling extension to July 1, 2017. Pursuant to Article 8 of the Curly San Andres Unit Agreement, the deadline for commencing drilling operations on the Curly San Andres Unit has been extended from March 2, 2017 to July 1, 2017. Failure to commence drilling operations on or before that date could subject the Unit Agreement to termination procedures.

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

Respectfully,


AUBREY DUNN
COMMISSIONER OF PUBLIC LANDS

AD/mmg

cc: NMOCD, Attn: Mr. Daniel Sanchez
Reader File