

United States Department of the Interior

TAKE PRIDE'

BUREAU OF LAND MANAGEMENT Carlsbad Field Office 620 E. Greene St. Carlsbad, New Mexico 88220-6292 www.nm.blm.gov

MAR 0 4 2010

MAR 0 8 2010

NMOCD ARTESIA

In Reply Refer To: NM-97120 3162.4 (P0220)

Your Reference:

NM-97120 Rustler Hills 5 Fed. #1 ·2300'/N & 1760'/W sec.05, T. 23 S., R. 26 E. 30 ol5 36076 APD approved on 01/25/08
NM-97120 Rustler Hills 5 Fed. #3 2310'/N & 900'/W sec.05, T. 23 S., R. 26 E. 30 ol5 36086

APD approved on 01/25/08

Devon Energy Production Co., LP 20 North Broadway Oklahoma City, OK 73102

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 approval 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.

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