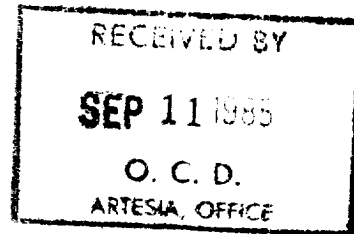


**Chama Petroleum Company**

Exploration and Production  
P.O. Box 31405  
5447 San Lakes Drive  
Dallas, Texas 75231  
214-739-1778



September 2, 1985

Mr. Bob Pitschke  
Bureau of Land Management  
P. O. Box 1778  
Carlsbad, New Mexico 88220

RE: M-II Federal Com #1  
1640' FSL, 1170' FEL  
Section 10, 22S, 24E  
Eddy County, New Mexico

Dear Mr. Pitschke:

Reference is made to our Application to Drill the captioned well which was approved November 19, 1984 by Dan Wood. It is my understanding that APD's are usually valid for a one year period. Due to various circumstances we will not be able to drill this well in 1985.

To avoid redundant paperwork and hopefully to make your and my jobs easier, I would like to request that this APD be continued as valid until June 15, 1986, at which time we hope to have the well drilled.

Please advise as to this request.

Yours truly, *Mark K. Nearburg*

**APPROVED FOR 12 MONTH PERIOD**

**ENDING June 15, 1986**

Mark K. Nearburg  
Land Manager

MKN/b