United States Department of the Interior

BUREAU OF LAND MANAGEMENT Carlsbad Field Office 620 E. Greene St. Carlsbad, NM 88220-6292



IN REPLY REFER TO: NM108951 3162.4 (P0220)

RECEIVED AUG 24 2012 NMOCD ARTESIA

August 23, 2012

EOG Resources, Inc. P.O. Box 2267 Midland, TX 79702

Gentlemen:

Your Applications for Permit to Drill (APDs) the referenced wells have expired because drilling has not commenced within two years as per Onshore Order #1.

NM108951 Panuco 26 Fed 2H, 500'/E. & 1880'/N., sec.26, T. 16 S., R. 24 E. APD approved on March 15, 2010, APD expired on March 14, 2012

30-015-37704 NM108951 Panuco 26 Fed 3H, 460'/E. & 1760'/S., sec.26, T. 16 S., R. 24 E. APD approved on March 15, 2010, APD expired on March 14, 2012

If a well has not been spud, but site construction activities have occurred please contact Jim Amos at (575) 234-5909 for surface reclamation instructions. If drilling operations have commenced on a well send all necessary reports (spud. casing/cementing, etc., 1 original and 3 copies) to the BLM, so we may correct our records.

Sincerely,

For Don Peterson

Assistant Field Manager

.D. W lettocke

Lands & Minerals

bcc: · P0221, I&E CFO NMOCD Artesia