



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:
NM-13232
3162.4 (522)

APR 18 2005

Chi Operating, Inc.
P. O. Box 1799
Midland, TX 79702

RECEIVED

APR 19 2005

GOOD:ARTESIA

Gentlemen:

Your Applications for Permit to Drill (APDs), for the following wells have expired because drilling has not commenced within one year of the approval date as stated in the General Requirements for Oil and Gas Operations on Federal Leases.

NM-13232 USA 9 Fed. #4 660'/N & 1980'/E Sec. 9, T.20S., R.28E. 30-015-33303
APD approved on 03/08/04

NM-13232 USA 9 Fed. #5 1980'/N & 660'/E Sec. 9, T.20S., R.28E. 30-015-33302
APD approved on 03/08/04

If drilling operations have commenced on the referenced wells, please contact this office at (505) 234-5972 and send all necessary reports (spud, casing/cementing, etc., 1 original and 5 copies for each well) to the Roswell Field Office, 2909 West Second Street, Roswell, New Mexico 88202, 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.