



United States Department of the Interior

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



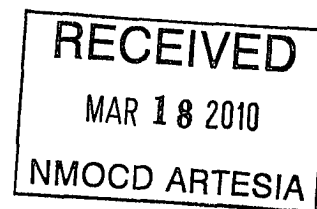
In Reply Refer To:
NM 106647
3162.4 (P0220)

MAR 16 2010

Your Reference:
NM 106647 Madcap BET Federal #1H sec. 13, T. 17S., R. 24E.
APD approved on 02/16/07, last approved extension expired on 02/16/10.

30-015-36141

Yates Petroleum Corporation
105 South Fourth Street
Artesia, NM 88210



Gentlemen:

Your Application for Permit to Drill (APD), the above referenced well has expired because drilling has not commenced within two years of the approval date as stated in the General Requirements for Oil and Gas Operations on Federal Leases.

If drilling operations have commenced on the referenced well, please contact Jim Amos of this office at (505) 234-5909 and send all necessary reports (spud, casing/cementing, etc., 1 original and 4 copies) to this Office, so we may correct our records.

If the well has 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 this well at a later date, please submit a complete application (1 original and 3 copies) to this Office. Since the original APD has expired, the resubmitted APD will be subject to all the processing requirements including the 30-day posting requirement. Please note on the resubmitted APD that it was previously approved and we will review the expired file 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 1
NMOCD, Artesia *DB*