



United States Department of the Interior

BUREAU OF LAND MANAGEMENT

Pecos District Roswell Field Office 2909 West Second Street Roswell, New Mexico 88201-2019



In Reply Refer To: NM-27791 3160 NM (P0130)

Yates Petroleum Corporation 105 South Fourth Street Artesia, NM 88210-2118 RECEIVED

MAY 27 2010

NMOCD ARTESIA

MAY 25 2010

Gentlemen:

Your Application for Permit to Drill (APD), approved February 14, 2006 and extended for one year from February 14, 2007, for the Zane ABS Federal Com Well No. 4, located 660 feet FSL and 760 feet FEL (SE¼SE¼) Sec. 15, T. 9 S., R. 26 E., Chaves County, New Mexico, Federal lease NM-27791 has expired February 14, 2008 because drilling has not commenced within one year of the extended approval date.

If drilling operations have not commenced on the referenced well, please contact David Glass, Petroleum Engineer, Lands and Minerals at (575) 627-0275 and send all necessary reports (spud, casing/cementing, etc., 1 original and 5 copies) 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 5 copies). Since the original APD has expired, the resubmitted APD will be subject to all of 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 expedite the processing.

Sincerely,

ISI Angel Mayes

Angel Mayes Assistant Field Manager, Lands and Minerals

cc: MMOCD-Artesia

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