

United States Department of the Interior

BUREAU OF LAND MANAGEMENT
Pecos District
Carlsbad Field Office
620 E. Greene

620 E. Greene
Carlsbad, New Mexico 88220-6292
www.blm.gov/nm/st/en.html



In Reply Refer To: NM-0560353 3162.4 (P0220)

AUG 0 2 2010 AUG -5 2010

NMOCD ARTESIA

Your Reference:

30-015-35790

NM-0560353 Munchkin Federal #11 2418'/N & 541'/W sec. 12, T. 19 S., R. 30 E. APD approved on, August 31, 2007, APD expired on August 31, 2009

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

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 Onshore Order #1.

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.

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/ JD Whitlock Jr

FOR Don Peterson
Assistant Field Manager,
Lands, & Minerals

bcc: P0221, I&E CFO ✓NMOCD Artesia RG