



United States Department of the Interior

BUREAU OF LAND MANAGEMENT

Pecos District
Roswell Field Office
2909 West Second Street
Roswell, New Mexico 88201-2019
www.nm.blm.gov



In Reply Refer To:
NM-100552
3160 (P0130)

Yates Petroleum Corporation
105 South Fourth Street
Artesia, NM 88210

FEB 23 2011

30-005-00456

Gentlemen:

Your Application for Permit to Drill (APD), approved July 19, 2007, for the Carthel BGT Federal Com Well No. 1, located 1980 feet FSL and 1980 feet FEL (NW $\frac{1}{4}$ SE $\frac{1}{4}$) Sec. 23, T. 15 S., R. 29 E., Chaves County, New Mexico, Federal lease NM-100552 has expired July 19, 2009 because drilling has not commenced within one year of the approval date.

If drilling operations have 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.

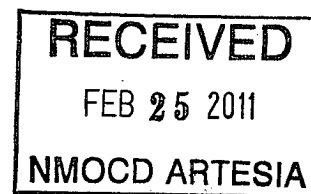
If you wish to drill this well at a later date, please submit a complete application (1 original and 5 copies). Since the original APD has expired, the resubmitted APD will be subject to all of the processing requirements including the 30-day posting requirement. Please note on the resubmitted APD that it was previously approved and we will review the expired file for information which will expedite the processing.

Sincerely,

/s/ Angel Mayes

Angel Mayes
Assistant Field Manager,
Lands and Minerals

Accepted for record
NMOCD 3-1-2011
DJ



cc:
NMOCD-Artesia