



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-70895, NM-69369
3162.4 (522)

MAR 24 2005

RECEIVED
MAR 25 2005
BUREAU OF LAND MANAGEMENT

Concho Exploration Inc.
550 West Texas Ave Ste 1300
Midland, TX 79701

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-70895 Lotos Federal 10 #4 660'N & 1980'W sec. 10, T. 24 S., R. 31 E.
APD approved on 11/05/02 and extension expired on 11/05/04

30-015-32528

NM-69369 Sotol Federal #8 1980'S & 660'E sec. 1, T 24 S., R. 31 E.
APD approved on 12/19/02 and extension expired on 12/19/04

30-015-32557

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.

If you wish to drill these wells at a later date, please submit a complete application (1 original and 5 copies for each well) to the Roswell Field Office. Since the original APDs have expired,