Purvis Operating Co.

3101 N. Pecos Street - 79705

Email: eng@purvisop.com PO Box 51990

Midland, TX 79710-1990

December 12, 2008

ACCEPTED FOR RECORD

Mr. Jim Ames
United States Department
of the Interior
Bureau of Land Management
Carlsbad Field Office
620 East Green
Carlsbad, NM 88220

JAN 6 2009

Gerry Guye, Deputy Field Inspector NMOCD-District II ARTESIA

30-015-34216

APPROVED

DEC 1 6 2003

JAMES A. AMOS
SUPERVISOR-EPS

Approval expires 12-16-09

Re:

Deer Canyon 8 Federal #1-Y SW/SW Section 8, T-20S, R-21E Eddy County, New Mexico

Dear Mr. Ames:

Purvis Operating Co. requests a one-year extension to the Notice of Written Order dated December 6, 2008, requiring that the location be reclaimed.

Purvis Operating co. is still considering re-entering the well and attempting a completion in the Morrow Sand or Wolfcamp but has been delayed for various reasons given below:

Before we begin re-entry, Purvis Operating Co. is attempting to purchase a gas line located between Sections 4 and 31, T-19S, R-21E (BLM NM NM-108002). This gas line was originally owned by Kukui Operating Co., then Latigo, who was purchased by Pogo who in turn was purchased by Plains who merged with Oxy Permian. Every time we are about to make a deal, the company is sold and the gas line sale is put on hold until the new company gets organized. We are now waiting for Oxy Permian to make a decision on selling the gas line.

Purvis Operating Co. has contributed \$475,000 for a 100 section 3-D seismic survey by Western Geco, LLC which includes the Deer Canyon 8 Federal 1-Y acreage. This survey began in February 2008 and is now being processed. The processing should be concluded in January 2009. We have been waiting on this 3-D to determine if the Wolfcamp is also a candidate for re-entry in the Deer Canyon 8 Federal 1-Y and if there is additional Morrow location on the Deer Canyon acreage, which does not expire until September 2012.

Your understanding in this matter would be greatly appreciated.

Respectfully,

Donnie E. Brown Petroleum Engineer

DEB\bao

Bureau of Land Management RECEIVED

DEC 15 2008

Carlsbad Field Office Carlsbad, NM