

United States Department of the Interior

BUREAU OF LAND MANAGEMENT

Pecos District Carlsbad Field Office 620 E. Greene

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

MAMERICA

In Reply Refer To-NM 92742, NM 043625 3162.4 (P0220)

OCT 2 2 2009

Your Reference:

Zingaro ANG Federal #7 NM 92742

30-015-35173 660'/N & 1300'/W sec. 01, T. 22 S., R. 23 E.

APD approved on 09/29/06, last approved extension expired on 09/29/09.

Saguaro AGS Fed. Com. #15 1780'/N & 660'/W sec. 23, T. 20 S., R. 24 E. 30-0/S-35/68 NM 043625

APD approved on 09/26/06, last approved extension expired on 09/26/09.

Yates Petroleum Corporation 105 South Fourth Street Artesia, NM 88210

NMOGD ARTESIA

Gentlemen:

Your Application for Permit to Drill (APD), the above referenced well has 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.

If drilling operations have commenced on the referenced well, please contact Jim Amos of this office at (505) 234-5909 and send all necessary reports (spud, casing/cementing, etc., 1 original and 4 copies) to this Office, 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 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.

> JD Whitlock Jr Don Peterson FOR Assistant Field Manager Lands & Minerals

P0221, I&E CFO

NMOCD, Artesia

bcc: