



In Reply Refer To.

NM-88136

3162.4 (P0220)

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



SEP 30 2009

Your Reference:

NM-88136 Corral Draw AQH Fed #8 330'S & 2310'/W sec. 13, T. 24S., R. 29 E.

APD approved on 07/28/06, last approved extension expired on 07/28/09

Yates Petroleum Corporation

105 South Fourth Street

Roswell, NM 88210

RECEIVED

DEC - 7 2009

NMOCD 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 last approved extension 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 (575) 234-5909 and send all necessary reports (spud, casing/cementing, etc., 1 original and 3 copies for each well) to us, 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 for the well) 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/ Don Peterson

Don Peterson

Assistant Field Manager

Lands & Minerals

bcc:

P0220, I&E CFO

NMOCD-Artesia