

State of New Mexico
Energy, Minerals and Natural Resources Department

Susana Martinez
Governor

John Bemis
Cabinet Secretary

Brett F. Woods, Ph.D.
Deputy Cabinet Secretary

HOBBS OCD

AUG 20 2012

Jami Bailey
Division Director
Oil Conservation Division



RECEIVED

August 20, 2012

GMT Exploration Co. LLC
1560 Broadway, Suite 2000
Denver, CO 80202

RE: Pryor State #4H, Lot 4, Sec.1, T-23s, R34e, API # 30-025-40717

Gentlemen:

The intent to drill this well was approved, but after further review we have seen were the north half of the proration unit is Federal minerals. With this being Federal minerals, the intent to drill must be approved by the Bureau of Land Management. So at this time the Oil Conservation Division, Hobbs NM is canceling the API # 30-025-40717 and the APD C-101.

If you have further questions on this matter, please call Donna Mull (575) 393-6161 ext. 115.

Yours truly,

OIL CONSERVATION DIVISION

A handwritten signature in black ink, appearing to read "Paul Kautz", is written over a horizontal line.

Paul Kautz
District I, Geologist

CC: OCD, Santa Fe
BLM, Carlsbad
SLO, Santa Fe

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