

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: NM104703 3162.4 (P0220)

HOBBS OCD

AUG 27 2012

RECEIVED

August 23, 2012

Robert E. Landreth 110 W. Louisiana, Suite 404 Midland, TX 79701

Gentlemen:

Your Applications for Permit to Drill (APDs) the referenced wells have expired because drilling has not commenced within two years as per Onshore Order #1.

30.025-39756

NM104703 Cactus 21 Federal 1, 660'/N. & 660'/E., sec.21,T.25S., R.35E. APD approved on May 20, 2010, APD expired on May 19, 2012

If a well has not been spud, but site construction activities have occurred please contact Jim Amos at (575) 234-5909 for surface reclamation instructions. If drilling operations have commenced on a well send all necessary reports (spud. casing/cementing, etc., 1 original and 3 copies) to the BLM, so we may correct our records.

Sincerely,

Don Peterson

Assistant Field Manager

1. D. Whitlorle

Lands & Minerals

bcc: P0222, I&E HFS NMOCD Hobbs

AUG 2.7 2012