





IN REPLY REFER TO: NMLC029410B NMLC058697B 3162.4 (P0220)

HOBBS OCD

August 23, 2012

Conoco Phillips Company 3300 N. "A" St., Bldg. 6 Midland, TX 79705

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.

30-025-39773

NMLC029410B / NMNM70987A MCA Unit 428, 1980'/S. & 10'/W., sec.30, T.17S., R.33E.

APD approved on June 8, 2010, APD expired on June 7, 2012

30-025-39774 NMLC058697B / NMNM70987A MCA Unit 429, 2630'/S. & 1980'/W., sec.30, T.17S., R.33E.

APD approved on June 8, 2010, APD expired on June 7, 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

D. Whitlake

Lands & Minerals

bcc: P0222, I&E HFS NMOCD Hobbs

AUG 2 7 2012