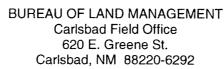
United States Department of the Interior





IN REPLY REFER TO: NMLC058697B 3162.4 (P0220)

HOBBS OCD

AIIG 27 2012

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.

30-025-39772

NMLC058697B / NMNM70987A MCA Unit 424, 1260'/S. & 660'/E., sec.25, T.17S., R.32E.

APD approved on June 7, 2010, APD expired on June 6, 2012

30.025-39777

NMLC058697B / NMNM70987A MCA Unit 432, 510'/N. & 2630'/E., sec.25, T.17S., R.32E.

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,

For Don Peterson

Assistant Field Manager Lands & Minerals

bcc: P0222, I&E HFS NMOCD Hobbs

S102 7.7 2012

dm