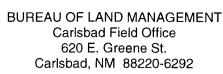
## United States Department of the Interior





IN REPLY REFER TO: NMLC058697B 3162.4 (P0220)

HOBBS OCD

AUG 27 2012

August 23, 2012

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

RECEIVED

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. 30-025-39781

NMLC058697B / NMNM70987A MCA Unit 439, 2155'/N. & 1133'/E., sec.25. T.17S., R.32E.

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

30.025-39782

NMLC05867B / NMNM70987A MCA Unit 442, 1830'/S. & 1310'/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.

Don Peterson

Assistant Field Manager

Lands & Minerals

bcc: P0222, I&E HFS NMOCD Hobbs

AUG 2.7 2012