United States Department of the Interior



BUREAU OF LAND MANAGEMENT Pecos District Roswell Field Office 2909 West Second Street Roswell, New Mexico 88201-2019 www.nm.blm.gov



APR 1 6 2013

In Reply Refer To: NM-105886 3160 (P0130)

Yates Petroleum Corporation

105 South Fourth Street Artesia, NM 88210 HOBBS OCD

APR 1 8 2013

RECEIVED

30-005-29094

Gentlemen:

Your Application for Permit to Drill (APD), approved May 4, 2009 for the Derbi BOD Com Well No. 1H, located SH: 330 feet FSL and 350 feet FEL (SE¹/4SE¹/4) and BH: 950 feet FSL and 330 feet FWL (SW¹/4SW¹/4) Sec. 9, T. 15 S., R. 31 E., Chaves County, New Mexico, Federal lease NM-105886 has expired May 4, 2011 because drilling had not commenced within two years of the approval date.

If drilling operations have commenced on the referenced well, please contact David Glass, Petroleum Engineer, Lands and Minerals at (575) 627-0275 and send all necessary reports (spud, casing/cementing, etc., 1 original and 5 copies) so we may correct our records.

If the well has not been spudded, but site construction activities have occurred, please contact this office at the above telephone number for surface reclamation instructions.

If you wish to drill this well at a later date, please submit a complete application (1 original and 5 copies). Since the original APD has expired, the resubmitted APD will be subject to all of the processing requirements including the 30-day posting requirement. Please note on the resubmitted APD that it was previously approved and we will review the expired file for information which will expedite the processing.

Sincerely,

ISI Angel Mayes

Angel Mayes Assistant Field Manager, Lands and Minerals

APR 2 3 2013

