



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



In Reply Refer To:
NM-120357
3160 (P0130)

JUL 24 2015

HOBBS OCD

Chesapeake Operating Inc.
P.O. Box 18496
Oklahoma City, OK 73154-0496

JUL 30 2015

30-008-29 RECEIVED

Gentlemen:

Your Application for Permit to Drill (APD), approved April 29, 2013, for the Nereid 1 Federal Well No. 3H, located SH: 1980 feet FNL and 100 feet FEL (SE $\frac{1}{4}$ NE $\frac{1}{4}$) and BH: 1980 feet FNL and 350 feet FWL (SW $\frac{1}{4}$ NW $\frac{1}{4}$) sec. 1, T. 15 S., R. 31 E., Chaves County, New Mexico, Federal lease NM-120357 has expired April 29, 2015 because drilling has 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,

sl Tete Salas

for Ruben J. Sanchez
Assistant Field Manager,
Lands and Minerals

cc:
NM (P0130, File Room)
NM (P0130, I & E)
WMOCD-Hobbs

AUG 20 2015