



IN REPLY REFER TO:

United States Department of the Interior

Bureau of Land Management
 Carlsbad Field Office
 620 E. Greene Street
 Carlsbad, NM 88220
www.nm.blm.gov

NM-0245247, LC-062170A
 3162.4 (P0220)

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McElvain Oil & Gas Properties
 1050 17th Street, Suite 1800
 Denver, CO 80265

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.

NM-0245247 McElvain #4A, 822'/S. & 2057'/E., sec.25, T. 18 S., R. 33 E. 30-025-39251
 APD approved on September 12, 2008, APD expired on September 12, 2010
 LC-062170A Margarita #1, 990'/S. & 990'/E., sec.08, T. 21 S., R. 38 E. 30-025-39311
 APD approved on December 12, 2008, APD expired on December 12, 2010

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.

If you wish to drill these wells at a later date, please submit a complete application (1 original and 3 copies for each well) to this office. Since the original APDs have expired, the resubmitted APDs will be subject to all the processing requirements including the 30-day posting requirement. Please note on the resubmitted APDs that they were previously approved and we will review the expired files for information which will help expedite the processing. If you have any questions please contact Betty Hill at (575) 234-5937.

Sincerely,

For Don Peterson
 Assistant Field Manager
 Lands & Minerals

bcc:
 P0222, I&E HFS
 NMOCD Hobbs