

United States Department of the Interior

BUREAU OF LAND MANAGEMENT

Farmington Field Office 1235 La Plata Highway, Suite A Farmington, New Mexico 87401

IN REPLY REFER TO: NMNM 021125 3162.3-1 (211)

30-045-31099

February 9, 2005

Cordillera Energy, Inc. c/o Walsh Engineering Attn.: Paul Thompson 7415 East Main Street Farmington, NM 87402

Dear Mr. Thompson:



Reference is made to your Application for Permit to Drill (APD) the No. 2G Jackson well, located 2500' FSL and 785' FEL, Section 18, T31N, R12W San Juan County, New Mexico. This APD was approved on August 7, 2002 with an expiration date of August 7, 2003. According to our records, no known activity has taken place at this location. In view of the foregoing, this office is rescinding the approval due to the expiration of this APD. In addition, we will require a letter confirming that no surface disturbing activities have been conducted at this well site. Any surface disturbance conducted must be rehabilitated in accordance with the standards and guidelines established by this office.

If you have any questions regarding the above contact Adrienne Brumley at (505) 599-6358

Wordon Location

Sincerely,

/s/ Adrienne Brumley

Adrienne Brumley Petroleum Engineer, Petroleum Management Team

cc:

NMOCD