

United States Department of the Interior

BUREAU OF LAND MANAGEMENT Farmington Field Office 6251 College Boulevard, Suite A Farmington, New Mexico 87402

IN REPLY REFER TO: MDA 701-98-0013 Tract 4 Onshore Order 1 III.G.1

January 10, 2013

RCVD JAN 23'13 OIL CONS. DIV. DIST. 3

Black Hills Gas Resources Inc. Attn.: Daniel Manus PO Box 249 Bloomfield NM, 87413

Dear Mr. Manus:

Reference is made to your Application for Permit to Drill (APD), the #124 Jicarilla 458-08 well, located 30169 2255' FNL and 745' FEL, Section 08, T30N, R3W, Rio Arriba County, New Mexico. API # 30-039-03169. This APD was approved on November 26, 2007. There was no APD extension sundry notice filed for this well. As to date, our records show no 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. Please file letter within 30 days of receipt of this notice. 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 Troy Salyers at (505) 564-7743

Sincerely,

Troy L Salyers Petroleum Engineer Petroleum Management Team

Jy I Salyers -PE

NMOCD BIA: Dulce Jicarilla Nation Minerals Dept.

cc: