

## **United States Department of the Interior**

## BUREAU OF LAND MANAGEMENT

Farmington District Office 6251 College Blvd. - Suite A Farmington, New Mexico 87402 www.blm.gov/nm



In Reply Refer To: 3162.3-1 (211)

October 31, 2015

OIL CONS. DIV DIST. 3 NOV 0 9 2015

SG Interest I, LTD Atten: Mike Makin P.O. Box 2677 Durango, CO 81320

Dear Sirs:

The following Application for Permit to Drill (APD) for the following well:

Federal 21-8-24 No. 1, located 1350' FNL and 650' FEL, Section 24, T21N, R8W, San Juan County, New Mexico on Federal lease No. NMNM-109394 API NO: 30-045-35430

You submitted an APD on October 31, 2012, and approved on April 15, 2013. The sundry notice to extend the AAPD was submitted on September 16, 2014. Per our telephone conversation on or about October 1, 2015 you were going to submit a sundry notice to rescind the APD. The BLM is not in receipt of the sundry as of this date. The lease is currently under suspension and SG Interest I, LTD is no longer interested in drilling this well because it would be uneconomical. The BLM is resending the APD. The lease will expire on its own terms.

Contact Mike Flaniken at the address above, or phone 505-564-7702 once the surface disturbance is reclaimed. In addition, we recommend bonding remain in place until the surface rehabilitation is completed and approved.

Under 43 CFR 3165.3, you may request an Administrative Review of any instructions, orders, or decisions issued by the Authorized Officer. Such a request, including all supporting documents, must be filed in writing within 20 business days of receipt of this notice and must be filed with the State Director, Bureau of Land Management, P.O. Box 27115, Santa Fe, New Mexico 87502-0115. Such a request will not result in a suspension of the instructions, orders, or decisions unless the reviewing official so determines. Procedures governing appeals from the instructions, orders, or decisions are contained in 43 CFR 3165.4 and 43 CFR 4.400 et. Seq

Sincerely,

Land Law Examiner

Petroleum Management Team

cc: NMOCD bcc: Well file