

United States Department of the Interior

BUREAU OF LAND MANAGEMENT

Tres Rios Field Office Lands and Minerals 15 Burnett Court Durango, Colorado 81301



In Reply Refer To: LLCOSO1000 751-08-1035

JUL 2 8 2017

BIYA Operators, Inc. 1789 W. Littleton Blvd Littleton, CO 80120

Re: Expired Application for Permit to Drill

Well No. Horseshoe Gallup 400

Section 28, T31N, R16W, 30.045-35484

San Juan County, New Mexico

Lease 751-08-1035

OIL CONS. DIV DIST. 3

JUL 31 2017

The Application for Permit to Drill (APD) the reference well was received on March 18, 2013 and approved June 19, 2013 for a two year period. A request for a one year extension was filed and approved with the expiration of June 19, 2016. A second request for a one year extension was filed and approved with the expiration date of June 19, 2017. Our records indicate that drilling operations on the above well never commenced prior to the expiration date of June 19, 2017; therefore, this APD has expired. If you decide to drill this location at a later date you will need to submit another APD in accordance with Onshore Order Number 1.

Any surface disturbance associated with the approved location of this well must be reclaimed in accordance with the Surface Use Plan of Operations in the approved APD. Please contact Ryan Joyner at 970-385-1242 in order to schedule an onsite meeting for the discussion of reclamation requirements. Once any reclamation work has been completed and the site is ready for inspection, a final abandonment notice (Form 3160-5) will need to be submitted to the BLM for approval. If you have any question, please call Barbara Telecky at 970-385-1365 or Ashley Hitchell at 970-385-1304.

Sincerely,

John Pecor

Minerals Staff Chief

cc: Bureau of Indian Affairs Ute Mountain Ute
Ute Mountain Ute Department of Energy
New Mexico Oil Conservation Division