

United States Department of the Interior

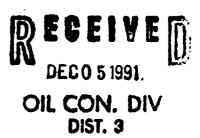
BUREAU OF LAND MANAGEMENT Farmington Resource Area 1235 Laplata Highway Farmington, New Mexico 87401



IN REPLY REFER TO SF-078360 (WC) 3162.3-1.0 (019)

DEC. 4 1991

Bannon Energy, Inc c/o Daggett and Chenualt Attention: Mr. Bob Larson 3539 East 30th, Suite 7B Farmington, NM 87401



Gentlemen:

Enclosed are your Applications for Permit to Drill the following wells:

- 1. No. 29 Lybrook South, Sec. 24, T. 23 N., R. 7 W., Sandoval County, New Mexico, lease SF-078360.
- 2. No. 30 Lybrook South, Sec. 24, T. 23 N., R. 7 W., Sandoval County, New Mexico, lease SF-078360.
- 3. No. 31 Lybrook South, Sec. 24, T. 23 N., R. 7 W., Sandoval County, New Mexico, lease SF-078360.
- 4. No. 32 Lybrock South, Sec. 24, T 23 N., R. 7 W., Sandoval County, New Mexico, lease SF-078360.

As discussed with Bob Larson, a representative of your company on November 21, 1991, the subject APDs are rescinded and returned due to drilling not being commenced within one year of the approval date.

You are required to request surface rehabilitation instructions from this office if construction activities occurred on the referenced drill site. If this office does not receive comment within 30 days, we will presume that no construction occurred and proceed accordingly. Later discovery that construction activities have in fact occurred, may result in assessment of liquidated damages.

Sincerely,

Isl John L. Reigr

John L. Keller Chief, Branch of Mineral Resources

4 Enclosures

New Mexico Oil Conservation Division, Aztec, NM



F. Loc. 2025/N; 483/E Cu. ft.			Elev	Elev6977_GLSpd		CompTD			P8			
Lasing S Lsg.Perf.	@w [']	Çu. π. Sx. Int	@	w	Sx. Pr Prod. Stim.		,	w	Sx. T		@	₹ Gas
	BO/D MCF/D After	Hrs. SICP_	PS	Grav PSI After Days GOR			1st Del. <u>Gas</u> 1st Del. <u>Oil</u>					
TOPS NITD X				Well Log TEST DATA								
Ojo Alamo		C-103		Plat X		Schd.	PC	Q	PW	PD	D	Ref.No
Kirtland		C-104		Electric Log								
Fruitland				C-122								
Pictured Cliffs		Ditr		Dfa								
Chacra		Datr		Dac								
Cliff House												
Menefee		1										
Point Lookout		1										
Mancos		1										
Gallup												
Greenhorn									I			
Dakota												
Entrada												
		Fed.	4#3	A	cres 40							

Lybrook South 30 H-24-23N-07W

BANNON ENERGY, INC.