Caller Service 4104 Farmington, New Merico 87499

MAR 07 1985

CEPTIFIED-PETURY RECEIPT REQUESTED

K. J. Brannon c/o Walsh Engineering and Production Corporation P. O. Drawer 419 Farmington, No. 87499

Gentlemen:

Enclosed is your Application for Permit to Drill (APD) well No. 1-E Federal 28, SH/4SE/4 sec. 28, T. 25 N., R. 9 W., San Juan County, New Mexico, lease SF-078309. As discussed with Ewell N. Walsh of your Company on March 1, 1985, the subject APD is rescinded and returned due to drilling not being commenced within one year of the approval date.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 15 days, it will presume that no construction occurred and proceed accordingly. Later discovery that construction activities have in fact occurred, will result in an assessment.

Sincerely yours,

Area Manager

Enclosure

cc: (

DECEIVED

MAR 0 8 1985

OIL CON. DIV