

Caller Service 4104
Farmington, New Mexico 87499

JUL 17 1987

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OIL CON. DIV.
DIST. 2

CERTIFIED--RETURN RECEIPT REQUESTED
P-483-632-664

El Paso Natural Gas Company
P.O. Box 4289
Farmington, NM 87499

Gentlemen:

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

1. No. 34 Vaughn, SE/4NW/4 sec. 26, T. 26 N., R. 6 W., Rio Arriba County, New Mexico, lease SF-079266.
2. No. 152E Huerfano Unit, NE/4NE/4 sec. 12, T. 25 N., R. 10 W., San Juan County, New Mexico, lease SF-078020.
3. No. 29 Klein, NW/4NE/4 sec. 30, T. 26 N., R. 6 W., Rio Arriba County, New Mexico, lease SF-079265.
4. No. 159E Huerfano Unit, SW/4SW/4 sec. 17, T. 26 N., R. 9 W., San Juan County, New Mexico, lease SF-077980-A.
5. No. 163E Huerfano Unit, SE/4NE/4 sec. 19, T. 26 N., R. 9 W., San Juan County, New Mexico, lease NM-03493.
6. No. 111E Huerfano Unit, SE/4NE/4 sec. 20, T. 26 N., R. 9 W., San Juan County, New Mexico, lease NM-03493.
7. No. 204E Huerfano Unit, SW/4SW/4 sec. 27, T. 26 N., R. 9 W., San Juan County, New Mexico, lease SF-078060.
8. No. 182E Huerfano Unit, NW/4NE/4 sec. 28, T. 26 N., R. 9 W., San Juan County, New Mexico, lease SF-078060-A.
9. No. 103E Huerfano Unit, SE/4SW/4 sec. 3, T. 26 N., R. 10 W., San Juan County, New Mexico, lease SF-078267.
10. No. 223E Huerfano Unit, SE/4SW/4 sec. 4, T. 26 N., R. 10 W., San Juan County, New Mexico, lease NM-01366.

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- ~~11.~~ No. 224E Huerfano Unit, NE/4NE/4 sec. 4, T. 26 N., R. 10 W., San Juan County, New Mexico, lease NM-0396.
- ~~12.~~ No. 260E Huerfano Unit, SE/4SW/4 sec. 19, T. 26 N., R. 10 W., San Juan County, New Mexico, lease SF-080425.
- ~~13.~~ No. 17E Turner Hughes, SE/4NW/4 sec. 10, T. 27 N., R. 9 W., San Juan County, New Mexico, lease SF-079937.
- ~~14.~~ No. 113E Huerfano Unit, NW/4SW/4 sec. 33, T. 27 N., R. 10 W., San Juan County, New Mexico, lease NM-02516.
- ~~15.~~ No. 107E Huerfano Unit, NE/4SW/4 sec. 35, T. 27 N., R. 10 W., San Juan County, New Mexico, lease SF-077950.
- ~~16.~~ No. 1R Hancock A, SE/4NE/4 sec. 35, T. 28 N., R. 9 W., San Juan County, New Mexico, lease NM-04209.
- ~~17.~~ No. 25 San Juan, SE/4NW/4 sec. 35, T. 29 N., R. 9 W., San Juan County, New Mexico, lease NM-029146.
- ~~18.~~ No. 3 Murphy, NE/4SW/4 sec. 24, T. 30 N., R. 11 W., San Juan County, New Mexico, lease SF-078144.

As discussed with Peggy Doak of your company on July 6, 1987, the subject APDs are rescinded and returned due to drilling not being commenced within the six month extension period following the original one year approval period.

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

Sincerely,

/s/ John L. Keller

FOR Ron Fellows
Area Manager

18 Enclosures

cc:
NMOCD (2)