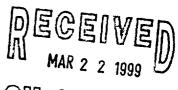




United States Department of the Interior

BUREAU OF LAND MANAGEMENT

Farmington Field Office 1235 La Plata Highway, Suite A Farmington, New Mexico 87401



IN REPLY REFER TO:

NMSF-078207 et al. (WC) 3162.3-4 (7100)

OIL COM. DIV.

Ms. Peggy Bradfield Burlington Resources Oil & Gas Co. PO Box 4289 Farmington, NM 87499

Dear Ms. Bradfield:

Reference is made to your Applications for Permit to Drill (APD) for the following wells located in New Mexico:

1) No. 3 King, 1025' FSL & 1740' FEL sec. 22, T. 30 N., R. 10 W., San Juan County, Lease NMSF-078207. 045-293

MAR | 9 | 1999

2) No. 120 San Juan 32-9 Unit, 960' FSL & 1135' FEL sec! 6, T. 31 N., R. 9 W., San Juan County, Lease NMSF-078509. 045-21283

3) No. 207 Brown, 860' FSL & 615' FEL sec. 30, T. 29 N., R. 4 W., Rio Arriba County, Lease NMSF-079893A. 639-355 73

4) No. 204 Brown, 1745' FNL & 1595' FEL sec. 30, T. 29 N., R. 4 W., Rio Arriba County, Lease NMSF-079893A. 039-25554

5) No. 2E Payne, 1845' FSL & 1895' FWL sec. 21, T. 32 N., R. 10 W., San Juan County, Lease NMSF-080517. 045-29365

6) No. 4 Sunray F, 1795' FNL & 1450' FEL sec. 1, T. 29 N., R. 10 W., San Juan County, Lease NMSF-080751A. No. 12

7) No. 7 Sunray F, 1710' FNL & 1480' FEL sec. 26, T. 30 N., R. 10 W., San Juan County, Lease NMSF-080751A. 045-21323

8) No. 4E Kelly, 1605' FNL & 1090' FEL sec. 35, T. 29 N., R. 10 W., San Juan County, Lease NMNM-04240. -045-21326

The above mentioned enclosed APDs are hereby rescinded due to not being drilled within the one year approval date and/or approved extensions.

You are also 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 20 days, it will presume that no construction occurred and proceed accordingly. Later discovery that construction activities have in face occurred, will result in an assessment.

Sincerely,

/S/ Duane W. Spencer

Duane Spencer Team Leader; Petroleum Management Team

Enclosure cc: NMOCD

J