

United States Department of the Interior

BUREAU OF LAND MANAGEMENT

Farmington DistictOffice 6521 College Blvd, Suite A Farmington, New Mexico 87402

IN REPLY REFER TO: 3160-3(NMF01110)

RCVD MAY 8'12 OIL CONS. DIV.

May 1, 2012

DIST. 3

XTO Energy Inc. Attn: Malia Villers 382 Road 3100 Aztec, NM 87410

Dear Ms. Villers:

Please be advised that the following approved Application for Permit to Drill (APD) will expired by its own terms. If you wish to drill this well at some later date, you must file another application to permit to drill.

30.039-30474

The No. 48 Valencia Canyon Unit well is located 1210' FNL and 1145' FWL, Section 22, T28N, R4W, Rio Arriba County, New Mexico. This APD was approved on May 12, 2008 with an expiration date of May 12, 2012. According to our records, no known activity has taken place at this location. In view of the foregoing, this office is rescinding the APD approval due to the expiration of this APD. In addition, we will require a letter from you confirming that no surface disturbing activities have been conducted at this well site. Any surface disturbance conducted at this well site must be rehabilitated in accordance with the standards and guidelines established by this office.

Under 43 CFR 3165.3, you may request an Administrative Review of any instructions, orders, or decisions issued by the Authorized Officer. Such a request, including all supporting documents, must be filed in writing within 20 business days of receipt of this notice and must be filed with the State Director, Bureau of Land Management, P. O. Box 27115, Santa Fe, New Mexico 87502-0115. Such a request will not result in a suspension of the instructions, orders, or decisions unless the reviewing official so determines. Procedures governing appeals from the instructions, orders, or decisions are contained in 43 CFR 3165.4 and 43 CFR 4.400 et seq.

If you have any questions regarding the above contact me at (505) 654-7737.

Sincerely,

/s/Lucy Bee Lucy Bee Land Law Examiner Petroleum Management Team

cc: (