

United States Department of the Interior

BUREAU OF LAND MANAGEMENT

Farmington Field Office 6251 College Blvd., Suite A Farmington, New Mexico 87402

IN REPLY REFER TO

I-149-IND-5852 (WC) 3162.3-2 (21110) May 25, 2012

Ms. Sharon Zubrod ConocoPhillips San Juan Business Unit 3401 East 30th Street Farmington, New Mexico 87402

RCVD MAY 29'12 OIL CONS. DIV. DIST. 3

Dear Ms. Zubrod:

Reference is made to the following well No. 1 Tocito located 3300' FNL & 660' FWL sec. 17, T. 26 N., R. 18 W., San Juan County, New Mexico, Lease I-149-IND-5852. Also referenced is the Navajo Nation letter dated May, 18, 2012 which stated the subject well is leaking (pictures attached) and needs to be re-entered and plugged properly. The subject well was drilled by Continental Oil Company during the 1940's and was subsequently plugged in 1944. You are required to submit plans for the well by June 30, 2012.

Failure to comply within the time above may result in an assessment in accordance with 43 CFR 3163.1.

Under provisions of 43 CFR 3165.3, you may request an Administrative Review of the orders described above. Such 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 (NM-93000), P. O. Box 27115, Santa Fe, New Mexico 87502-0115. Such requests shall not result in a suspension of the order(s) unless the reviewing official so determines. Procedures governing appeals from instructions, orders or decisions are contained in 43 CFR 3165.4 and 43 CFR 4.400 et seq.

If you have any questions please contact Stephen Mason with this office at (505) 564-7742.

Sincerely,

Original Signed: Stephen Mason

Stephen Mason
Petroleum Engineer, Petroleum Management Team

Attachment

cc: NMOCD BIA, Gallup Navajo Nation Minerals Dept.