



United States Department of the Interior

BUREAU OF LAND MANAGEMENT

Farmington District Office
6251 College Blvd - Suite A
Farmington, New Mexico 87402



IN REPLY, REFER TO:
NMNM101984
3162.3-1 (NMF0110)

June 29, 2012

RCVD JUL 5 '12

Westerly Exploration, Inc.
C/O Walsh Engineering
7415 E. Main
Farmington, NM 87402

OIL CONS. DIV.

DIST. 3

Dear Sirs:

Please be advised that the following approved Application for Permit to Drill (APD) has expired effective November 12 2010. If you wish to drill this well at some later date, you must file another application to permit to drill.

**Badlands Federal 6 No. 1, 1720FNL' & 1885' FEL, Section 6, T. 22 N., R. 1W,
Sandoval County, New Mexico, Lease: NMNM 101984, API Number: 30-043-21066**

If any surface disturbance was conducted, you must file your plans for reclamation with Mark Kelly, Surface Production, Team Lead. We recommend the bond remain in place until the surface reclamation is complete.

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, contact Cynthia Marquez at (505) 564-7741.

Sincerely,

Cynthia Marquez
Land Law Examiner
Petroleum Management Team

CC: Well File
NMOCD
AFMSS/cmarquez/rtn apd: 06/29/2012

AV