

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: 701-99-0014 3162.3-1 (211)

July 18, 2005

Jicarilla Apache Energy Corporation

Attn.: Jesse Evans PO Box 710

Dulce, NM 87528

30-043-20987

Dear Mr. Evans:

Reference is made to your Application for Permit to Drill (APD) the No. 5 JECO 83A well, located 2076' FNL and 928' FEL, Section 14, T22N, R3W Sandoval County, New Mexico. This APD was approved on June 3, 2002 with an expiration date of June 16, 2005. According to our records, no known activity has taken place at this location. In view of the foregoing, this office is rescinding the approval due to the expiration of this APD. In addition, we will require a letter confirming that no surface disturbing activities have been conducted at this well site. Any surface disturbance conducted must be rehabilitated in accordance with the standards and guidelines established by this office.

If you have any questions regarding the above contact Adrienne Brumley at (505) 599-6358

abordered Loc.

Sincerely,

/s/ Adrienne Brumley

Adrienne Brumley Petroleum Engineer, Petroleum Management Team

NMOCD cc: