

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: APD Reinstatement

June 24, 2014

Dear Mr. Bruner,

By letter dated May 9 2014, you requested reinstatement of 12 Applications for Permit to Drill (APDs) for wells that were inadvertently rescinded due to an administrative oversight. You indicate that all of these wells are considered essential to commence an active drilling program here in the San Juan Basin.

After due consideration, the APDs on the attached list are hereby reinstated effective June 24, 2014. These APDs are now considered to be in full force and effect and have the remaining time before the original APD expiration or one full year, whichever is greater. The first four wells listed below were refiled as new well proposals and these four will be granted a full two (2) extension.

Please be advised that this is a onetime authorization and further extensions beyond the provisions granted above will be denied. Please ensure that this authorization is attached to each APD and posted onsite during drilled operations. If you have any question please contact me at (505) 564-7731.

OIL CONS. DIV DIST. 3 JUN 3 0 2014

Sincere Dave Mankiewicz

Assistant Field Manager, Minerals

CC: NMOCD

Application for Permit to Drill Reinstatements:

- 1) San Juan 27-4 Unit #.102P, located in D, Section 33-27N-4W., on Federal oil and gas lease NMSF-080675.
- 2) Grenier B # 3P, located in O, Section 5-29N-10W., on Federal oil and gas lease NMNM-03561.
- 3) East # 6N, located in F, Section 23-31N-12W., on Federal oil and gas lease NMSF-077652.
- 4) Hare # 16N, located in G, Section 3-29N-10W., on Federal oil and gas lease NMSF-076958.
 - Note: the above four APDs were approved on June 24, 2014, and have a new expiration date of June 24, 2016.
- 5) San Juan 28-7 Unit # 99N, located in N, Section 29-27N-7W., and has a new expiration date of June 24, 2015.
- 6) San Juan 28-7 Unit #237P, located in J, Section 19-27N-7W., and has a new expiration date of June 24, 2015.
- 7) San Juan 28-7 Unit #100P, located in A, Section 30-27N-7W., and has a new expiration date of June 24, 2015.
- 8) San Juan 27-5 Unit #115P, located in G, Section 23-27N-5W., and has a new expiration date of June 24, 2015.
- 9) San Juan 29-7 Unit #84M, located in O, Section 1-29N-7W., and has a new expiration date of June 24, 2015.
- 10) Jackson Com #1N, located in L, Section 9-28N-9W., and has a new expiration date of June 24, 2015.
- 11) Thompson #8N, located in F, Section 28-31N-12W., and has a new expiration date of June 24, 2015.

12) Day #5N, located in O, Section18-29N-8W., and has a new expiration date of June 24, 2015.