

NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

BILL RICHARDSON

Governor

Joanna Prukop

Cabinet Secretary

Reese Fullerton

Deputy Cabinet Secretary

Mark E. Fesmire, P.E.

Director

Oil Conservation Division

February 7, 2008

BP America Production Company PO BOX 22048 Tulsa OK 74121

Re: Mudge Gas Com D #1M Sec 12, T31N, R11W San Juan Co., NM 30-045-33560

Gentlemen:

Please be advised that your permit to drill the referenced well has expired and has been cancelled. If drilling operations have commenced, you should contact this office immediately.

If you wish to drill this well in the future, it will be necessary to submit a new Form C101, Application to Drill, and drilling package for review and approval.

Sincerely,

Karen Sharp

Compliance Officer, District III

/ks // Well File

Oil Conservation Division * 1000 Rio Brazos Road * Aztec, New Mexico 87410 Phone: (505) 334-6178 * Fax (505) 334-6170 * http://www.emnrd.state.nm.us