



# 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:  
APD Rescind

August 13, 2010

RCVD AUG 16 '10  
OIL CONS. DIV.  
DIST. 3

Dugan Production Corp.  
Attn.: Kurt Fagrelus  
P.O. Box 420  
Farmington, NM 87499

Dear Mr. Fagrelus:

Reference is made to your Application for Permit to Drill (APD) for the **Zappa SWD #4** well, located **765' FNL and 1225' FEL, Section 21, T22N, R8W, San Juan County, New Mexico**. This APD was approved on June 26, 2006 with an expiration date of June 26, 2008. According to our records, no known activity has taken place at this location. 30-045-33685

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. Please file letter within 30 days of receipt of this notice. 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 Jim Lovato at (505) 599-6367.

Sincerely,

/s/ Tel Baird

Tel Baird  
Petroleum Engineering Asst.

Petroleum Management Team

cc: NMOCD ✓

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