

SF-077648 (WC)
3162.3-1.0 (019)

MAY 11 1990

CERTIFIED--RETURN RECEIPT REQUESTED
P-140-441-873

RECEIVED
MAY 14 1990
OIL CON. DIV.]
DIST. 3

Southland Royalty Company
P. O. Box 4289
Farmington, NM 87499

Gentlemen:

Enclosed is your Application for Permit to Drill (APD) well No. 500 Davis, NW/4SW/4 sec. 1, T. 31 N., R. 12 W., San Juan County, New Mexico, lease SF-077648. As requested by your Sundry Notice dated May 3, 1990, the subject APD is rescinded and returned.

You are required to request surface rehabilitation instructions from this office if construction activities occurred on the referenced drill site. If this office does not receive comment within 30 days, we will presume that no construction occurred and proceed accordingly. Later discovery that construction activities have in fact occurred, may result in assessment of liquidated damages.

Sincerely,

Ken Townsend

FOR Ron Fellows
Area Manager

Enclosures

cc: New Mexico Oil Conservation Division, 1000 Rio Brazos Road,
Aztec, NM 87410