



United States Department of the Interior
BUREAU OF LAND MANAGEMENT

Carlsbad Field Office
620 E. Greene St.
Carlsbad, New Mexico 88220
Tel. (505) 234-5972
Fax (505) 885-9264

IN REPLY REFER TO:
3162.4 (080)
NM-0384573, NM-0467934

Shahara Oil, LLC
P. O. Box 3232
Carlsbad, NM 88221-3232



Gentlemen:

Your Applications for Permit to Drill (APDs), for the following wells have expired because drilling has not commenced within one year of the approval date as stated in the General Requirements for Oil and Gas Operations on Federal Leases.

NM-0384573	3-Grayburg Jackson PSU FG	990'N & 1290'W	Sec. 34, T.17S, R.30E
APD approved on 11/17/00			
NM-0467934	4-Grayburg Jackson PSU BB	990'N & 1650'E	Sec. 33, T.17S, R.30E
APD approved on 11/17/00			
NM-0467934	15-Grayburg Jackson PSU AD	2080'N & 1300'W	Sec. 27, T.17S, R.30E
APD approved on 05/14/01			

If drilling operations have commenced on the referenced wells, please contact this office at (505) 234-5972 and send all necessary reports (spud, casing/cementing, etc., 1 original and 5 copies for each well) to the Roswell Field Office, 2909 West Second Street, Roswell, New Mexico 88202, so we may correct our records.

If the wells have not been spudded, but site construction activities have occurred, please contact this office at the above telephone number for surface reclamation instructions.