

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: NMSF 078049 3162.3-1 (211)

30-045-31182

February 9, 2005



Attn.: Alvin Arlian
679 East 2nd Avenue, Suite 3

Durango, CO 81301

Dear Mr. Arlian:

Reference is made to your Application for Permit to Drill (APD) the No. 102 BW Federal 33-29-8 well, located 748' FNL and 660' FEL, Section 33, T29N, R8W San Juan County, New Mexico. This APD was approved on December 30, 2002 with an expiration date of December 30, 2003. According to our records, no known activity has taken place at this location. 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. 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 Adrienne Brumley at (505) 599-6358

Sincerely,

/s/ Adrienne Brumley

Adrienne Brumley Petroleum Engineer, Petroleum Management Team

NMOCD

Abandon Lo Cation

cc: