

United States Department of the Interior

BUREAU OF LAND MANAGEMENT

Farmington Field Office 6251 College Boulevard, Suite A Farmington, New Mexico 87402

> RCVD JUL 16'12 OIL CONS. DIV. -DIST. 3

July 12, 2012

Jicarilla Apache Energy Corporation (JAECO) Attn.: Charles Neeley PO Box 710 Dulce NM, 87528

Dear Mr. Neeley:

Reference is made to your Application for Permit to Drill (APD) the No. 3 JAECO 28-3 well, located 1660' FSL and 660' FWL, Section 25, T28N, R3W, Rio Arriba County, New Mexico. API # 30-039-30010. This APD was approved on March 27, 2007. An extension sundry notice was filed July 21, 2009. As to date, our records show no 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. 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 Troy Salyers at (505) 564-7743

Sincerely,

Troy L Salyers J. Jalys.
Petroleum Engineer
Petroleum Management Team

cc:

NMOCD BIA: Dulce

Jicarilla Nation Minerals Dept.