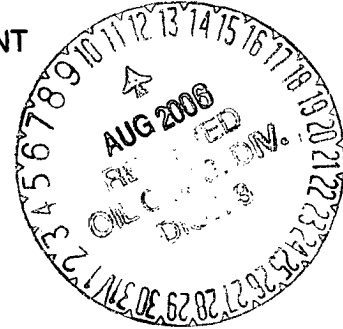




## United States Department of the Interior

### BUREAU OF LAND MANAGEMENT

Farmington Field Office  
1235 La Plata Highway, Suite A  
Farmington, New Mexico 87401



IN REPLY REFER TO:  
3162.3-2(a) (21110)

August 9, 2006

Ms. Melinda Billon  
Golden Oil Corporation  
2200 Post oak Blvd.,  
Houston, TX 77056

30-039-24010

Dear Ms. Billon:

Reference is made to the following well on Jicarilla Tribal Contract 47:

**No. 35 Jicarilla 47, located 2194' FSL and 2171 FEL, Sec. 14, T.23N., 4W.,  
Rio Arriba County, New Mexico.**

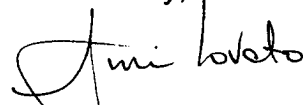
On July 19, 2006, we received a subsequent report sundry notice indicating that squeeze cementing operations were conducted to repair casing leaks. The work was commenced on June 15, 2006 and completed on July 6, 2006. This office has no record of giving prior approval, written or verbal, to perform casing repair operations. As such, you are in violation of 43 CFR 3162.3-2, Subsequent Well Operations, which requires prior approval before commencing casing repair operations. Be herein advised that if violations of this sort occur in the future, monetary penalties may be assessed.

In order to properly complete the record, please file an after-the-fact, notice of intent to conduct casing repair operations. File these documents within 30 days of the date of this letter.

Under 43 CFR 3165.3, you may request an Administrative Review of any instructions, orders, or decisions issued by the Authorized Officer. Such a request, including all supporting documents, must be filed in writing within 20 business days of receipt of this notice and must be filed with the State Director, Bureau of Land Management, P.O. Box 27115, Santa Fe, New Mexico 87502-0115. Such a request will not result in a suspension of the instructions, orders, or decisions unless the reviewing official so determines. Procedures governing appeals from the instructions, orders, or decisions are contained in 43 CFR 3165.4 and 43 CFR 4.400 et. Seq.

I you have any questions regarding the above please contact me at (505) 599-6367.

Sincerely,

A handwritten signature in black ink, appearing to read "Jim Lovato". The signature is fluid and cursive, with the first name "Jim" and last name "Lovato" clearly distinguishable.

Jim Lovato  
Senior Technical Advisor  
Petroleum Engineer

cc:  
NMOCD, Aztec

A-Plus Well Service  
Attn: Bill Clark  
P.O. Box 1979  
Farmington, NM 87499