

NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

BILL RICHARDSON

Governor

Joanna Prukop
Cabinet Secretary
Reese Fullerton
Deputy Cabinet Secretary

Mark E. Fesmire, P.E.

Director

Oil Conservation Division

April 2, 2007

Burlington Resources 801 Cherry St Ft Worth TX 76102

Re: Montgomery #1R Sec 17, T30N, R11W San Juan Co., NM 30-045-33625

Gentlemen:

Please be advised that your permit to drill the referenced well has expired and has been cancelled. If drilling operations have commenced, you should contact this office immediately.

If you wish to drill this well in the future, it will be necessary to submit a new Form C101, Application to Drill, and drilling package for review and approval.

Sincerely,

Karen Sharp

Compliance Officer, District III

/ks Well File