

IN REPLY REFER TO: NMNM 23741 3162.3-1 (07100)

United States Department of the Interior

BUREAU OF LAND MANAGEMENT

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

30-045-30775

February 6, 2004

Yates Drilling Company c/o Permit West, Inc.

Attn.: Brian Wood 37 Verano Loop Santa Fe, NM 87508

Dear Mr. Wood:

Reference is made to your Application for Permit to Drill (APD) the No. 2 Nageezi Federal well, located 683' FNL and 532' FWL, Section 19, T23N, R8W, San Juan County, New Mexico. This APD was approved on September 6, 2001 with an expiration date of September 6, 2002. 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 Garcia at (505) 599-6358

Sincerely,

Adrienne Garcia
Petroleum Engineer,

Petroleum Management Team

cc: NMOCD



ABANDONE LOCATION