

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:
APD Rescind

August 12, 2010

RCVD AUG 16'10 OIL CONS. DIV. DIST. 3

Black Hills Gas Resources Attn.: Lynn Benally P.O. Box 249 Bloomfield, NM 87413

Dear Benally:

Reference is made to your Application for Permit to Drill (APD) for the following well(s):

Many Canyons 30-04-24 #213 well, located 905' FNL and 1515' FEL, Section 24, T30N, R4W, Rio Arriba County, New Mexico. This APD was extended on August 9, 2007 with an expiration date of July 27, 2009. According to our records, no known activity has taken place at this location.

Many Canyons 29-04-01 #24H well, located 1935' FNL and 795' FEL, Section 1, T29N, R4W, Rio Arriba County, New Mexico. This APD was approved on November 19, 2007 with an expiration date of November 19, 2009. According to our records, no known activity has taken place at this location.

Many Canyons 29-04-12 #12H well, located 550' FNL and 1350' FWL, Section 12, T29N, R4W, Rio Arriba County, New Mexico. This APD was approved on April 20, 2007 with an expiration date of April 20, 2009. According to our records, no known activity has taken place at this location.

Many Canyons 30-04-14 #144 well, located 1055' FSL and 405' FEL, Section 14, T30N, R4W, Rio Arriba County, New Mexico. This APD was approved on July 2, 2007 with an expiration date of July 2, 2009. According to our records, no known activity has taken place at this location.

Many Canyons 29-04-12 #33 well, located 2380' FSL and 1790' FEL, Section 12, T29N, R4W, Rio Arriba County, New Mexico. This APD was approved on April 3, 2007 with an expiration date of April 3, 2009. 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 the APDs. In addition, we will require a letter confirming that no surface disturbing activities have been conducted at the well site(s). 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 Jim Lovato at (505) 599-6367

Sincerely,

/s/ Tel Baird

Tel Baird Petroleum Engineering Asst.

Petroleum Management Team

NMOCD V cc:

U.S. Forest Service