

IN REPLY REFER TO: APD Rescind

United States Department of the Interior

BUREAU OF LAND MANAGEMENT

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

August 11, 2010

Chevron MidContinent, L.P. Attn.: Pam Rainery P.O. Box 36366 Houston, TX 77236

RCVD AUG 12'10 OIL CONS. DIV.

Dear Ms. Rainery:

DIST. 3

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

Rincon Unit #409, located 60' FNL and 1470' FWL, Section 30, T27N, R6W, Rio Arriba County, New Mexico. This APD was approved on January 23, 2008 with an expiration date of January 23, 2010. According to our records, no known activity has taken place at this location.

Rincon Unit #411, located 1980' FNL and 1970' FEL, Section 27, T27N, R7W, Rio Arriba County, New Mexico. This APD was approved on January 23, 2008 with an expiration date of January 23, 2010. According to our records, no known activity has taken place at this location.

Rincon Unit #414, located 2575' FNL and 175' FWL, Section 31, T27N, R6W, Rio Arriba County, New Mexico. This APD was approved on January 23, 2008 with an expiration date of January 23, 2010. According to our records, no known activity has taken place at this location.

Rincon Unit #502, located 1975' FNL and 300' FEL, Section 25, T27N, R7W, Rio Arriba County, New Mexico. This APD was extended on December 11, 2007 with an expiration date of April 17, 2010. According to our records, no known activity has taken place at this location.

Rincon Unit #507, located 330' FNL and 2455' FEL, Section 23, T27N, R7W, Rio Arriba County, New Mexico. This APD was approved on January 23, 2008 with an expiration date of January 23, 2010. According to our records, no known activity has taken place at this location.

Rincon Unit #508, located 1430' FNL and 335' FEL, Section 24, T27N, R7W, Rio Arriba County, New Mexico. This APD was approved on January 23, 2008 with an expiration date of January 23, 2010. According to our records, no known activity has taken place at this location.

Rincon Unit #511, located 2818' FSL and 240' FEL, Section 26, T27N, R7W, Rio Arriba County, New Mexico. This APD was approved on January 23, 2008 with an expiration date of January 23, 2010. According to our records, no known activity has taken place at this location.

Rincon Unit #512, located 695' FSL and 645' FWL, Section 25, T27N, R7W, Rio Arriba County, New Mexico. This APD was approved on January 23, 2008 with an expiration date of January 23, 2010. According to

W

our records, no known activity has taken place at this location.

Rincon Unit #514, located 330' FSL and 2310' FWL, Section 26, T27N, R7W, Rio Arriba County, New Mexico. This APD was approved on January 23, 2008 with an expiration date of January 23, 2010. According to our records, no known activity has taken place at this location.

Rincon Unit #515, located 965' FSL and 1290' FEL, Section 27, T27N, R7W, Rio Arriba County, New Mexico. This APD was extended on December 11, 2007 with an expiration date of April 17, 2010. According to our records, no known activity has taken place at this location.

Rincon Unit #516, located 215' FNL and 330' FWL, Section 26, T27N, R7W, Rio Arriba County, New Mexico. This APD was approved on January 23, 2008 with an expiration date of January 23, 2010. 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. 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

cc: NMOCD