JUN. 23 1988

CERTIFIED--RETURN RECEIPT REQUESTED P-783-347-095

Amoco Production Company 2325 East 30th Street Farmington, NM 87401

Gentlemen:

Finchosed is your Application for Permit to Drill (APD) well No. 23 Jicarilla Apache Alle, Sk/4NW/4 sec. 25, T. 26 N., R. 3 V., Rio Arriba County, New Mexico, lease Jicarilla Contract Alle. The subject APD is rescinded and returned due to drilling not being commenced within one year of the approval date.

You are required to request surface rehabilitation instructions from this office if construction activities occurred on the referenced drill site. If this office does not recieve comment within 15 days, we will presume that no construction occurred. Later discovery that construction activities have in fact occurred, will result in an assessment.

Sincerely,

/s/ James E. Edwards Jr.

Ron Fellowe FOR Area Manager

1 Enclosure

cc: BIA, Dulce

OIL CON. DIV.

JUN2 9 1988

(NHOCD ADC (015) Well file FSM Adjudication Fluids 019:FTownsend:cmh:06/22/88

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