



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:

SF 078640

3162 3-1 (07100)

MAY 18 2001



Conoco Inc.
10 Desta Dr. Ste 430E
Midland, TX 79705-4500

Gentlemen:

Enclosed is your Application for Permit to Drill (APD) well No. 3R Reams Com , SW'SW, Sec. 19, T. 26N., R. 6W., Rio Arriba County, NM., lease NMSF 079295. The subject APD is rescinded and returned due to drilling not being commenced within the time frame authorized by either the APD or an extension of the approval date.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 receive comment within 30 days, we will presume that no construction occurred and proceed accordingly. Later discovery that construction activities have in fact occurred, may result in assessment of liquidated damages.

Sincerely,

Matthew Warren
Petroleum Engineer,
Petroleum Management Team

1 Enclosure

cc:

/ NMOCD, Aztec, NM