



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 079192, et al.

3162.3-1 (07100)

Burlington Resources Oil and Gas Company
P.O. Box 4289
Farmington, NM 87499

Gentlemen:

Enclosed are your Applications for Permit to Drill (APD) for the following wells:



30-039-25726

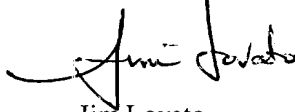
1. No. 128M San Juan 28-6 Unit, SWSE, Sec. 17, T. 28N., R. 6W., San Juan County, NM., lease SF 079192.
2. No. 1R Reese Federal, SESE, Sec. 17, T. 27N., R. 9W., San Juan County, NM., lease NM 011393.
3. No. 145M San Juan 28-6 Unit, NESE, Sec. 19, T. 28N., R. 6W., Rio Arriba County, NM., lease SF 079193.
4. No. 143M San Juan 28-6 Unit, NENW, Sec. 20, T. 28N., R. 6W., Rio Arriba County, NM., lease SF 079193.
5. No. 142M San Juan 28-6 Unit, SENW, Sec. 21, T. 28N., R. 6W., Rio Arriba County, NM., lease SF 079193.
6. No. 124M San Juan 28-6 Unit, NENW, Sec. 22, T. 28N., R. 6W., Rio Arriba County, NM., lease SF 079193.
7. No. 102 Cain, NWSW, Sec. 16, T. 28N., R. 10W., San Juan County, NM., lease SF 080781.
8. No. 50A Zachry, SWNE, Sec. 35, T. 29N., R. 10W., San Juan County, NM., lease SF 077082.
9. No. 5 Howell K, NENE, Sec. 15, T. 30N., R. 8W., San Juan County, NM., lease SF 078578A.
10. No. 1E Aztec Federal, NWNE, Sec. 24, T. 30N., R. 11W., San Juan County, NM., lease SF 078174A.
11. No. 3A Quinn, SENW, Sec. 17, T. 31N., R. 8W., San Juan County, NM., lease SF 078511A.
12. No. 1A Teel, NWSE, Sec. 13, T. 31N., R. 9W., San Juan County, NM., lease SF 078508.
13. No. 1A Jaquez, SENW, Sec. 6, T. 31N., R. 8W., San Juan County, NM., lease SF 078510.

14. No. 5R Kelly A, NWNW, Sec. 15, T. 31N., R. 10W., San Juan County, NM., lease NM 01594.
15. No. 2M Payne, NWSW, Sec. 21, T. 32N., R. 10W., San Juan County, NM., lease SF 080517.
16. No. 116 San Juan 32-9 Unit, SWNW, Sec. 26, T. 32N., R. 10W., San Juan County, NM., lease SF 078507.

The subject APD is rescinded and returned due to drilling not being commenced within the time frame authorized by either the APD or an extension of the approval date.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 sites. 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,

A handwritten signature in black ink, appearing to read "Jim Lovato", with a stylized flourish at the end.

Jim Lovato
Petroleum Engineer,
Petroleum Management Team

16 Enclosures

cc:

/ NMOCD, Aztec, NM