

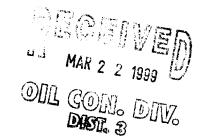


IN REPLY REFER TO:

BUREAU OF LAND MANAGEMENT

United States Department of the Interior

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



MAR 1 9 1900

NMSF-078004 (WC) 3162.3-4 (7100)

Mr. Rich Gaddis Marathon Oil Co. PO Box 2409 Hobbs, NM 88240

Dear Mr. Gaddis:

Reference is made to your Application for Permit to Drill (APD) for the following well No. 1 Evensen located 1650' FSL & 1650' FEL sec. 19, T. 27 N., R. 10 W., San Juan County, New Mexico, Lease NMSF-078004.

The above mentioned enclosed APD is hereby rescinded due to not being drilled within the one year approval date and/or approved extensions.

You are also 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 20 days, it will presume that no construction occurred and proceed accordingly. Later discovery that construction activities have in face occurred, will result in an assessment.

Sincerely,

/S/ Duane W. Spencer

Duane Spencer Team Leader; Petroleum Management Team

Enclosure cc: NMOCD