Department of the Interior

BUREAU OF LAND MANAGEMENT 91 JUL 15 HILL ENRMINGTON RESOURCE AREA 1235 LAPLATA HIGHWAY FARMINGTON, NEW MEXICO 87401



IN REPLY REFER TO: NM-02294 (WC) 3162.3-1(F) (019)

Southland Royalty Co. P.O. Box 4289 Farmington, NM 87499

JUL. 0 2 1991

Gentlemen:

Enclosed is your Application for Permit to Drill (APD) well No. 282 Whitley, SW/4 sec. 9, T. 27 N., R. 9 W., San Juan County, New Mexico, lease NM-02294. As discussed with Peggy Bradfield of your company, the subject APD is rescinded and returned due to drilling not being commenced within two years of the approval date. (two extensions approved)

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,

Is/ John L. Keller

rOR John L. Keller Chief, Branch of Mineral Resources

Enclosure

cc:

New Mexico Oil Conservation Division, 1000 Rio Brazos Rd., Aztec, NM 87410

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