

Caller Service 4104
Farmington, New Mexico 87499

CERTIFIED—RETURN RECEIPT REQUESTED

Southland Royalty Company
P. O. Drawer 570
Farmington, NM 87499

FEB 5 1985

Gentlemen:

Reference is made to your Applications for Permit to Drill (APDs) for the following wells:

1. No. 27 Wanks, NW/4NE/4 sec. 2, T. 27 N., R. 10 W., San Juan County, New Mexico, lease SF-077874.
2. No. 1-A Dolack Federal, NW/4SE/4 sec. 1, T. 30 N., R. 12 W., San Juan County, New Mexico, lease SF-077482.
3. No. 23 McClanahan, SW/4NW/4 sec. 23, T. 28 N., R. 10 W., San Juan County, New Mexico, lease SF-079634.
4. No. 24 McClanahan, NW/4SE/4 sec. 24, T. 28 N., R. 10 W., San Juan County, New Mexico, lease SF-079634.
5. No. 25 McClanahan, NW/4NE/4 sec. 23, T. 28 N., R. 10 W., San Juan County, New Mexico, lease SF-079634.
6. No. 26 McClanahan, NW/4SE/4 sec. 24, T. 28 N., R. 10 W., San Juan County, New Mexico, lease SF-079634.

As discussed with R. F. Reilder of your Company on January 30, 1985, the subject APDs are rescinded and returned due to drilling not being commenced within one year of the approval date.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 receive comment within 15 days, it will presume that no construction occurred and proceed accordingly. Later discovery that construction activities have in fact occurred, will result in an assessment.

Sincerely yours,

/s/ J. Stan McKee

Area Manager
ASCP

Enclosures

cc:
NMOCC/

RECEIVED

FEB 06 1985

OIL CON. DIV.
DIST. 3

ABANDONED LOCATION

1-26-84

No. 24

McClanahan #24

L-24-28N-10W

SOUTHLAND ROYALTY CO.