



IN REPLY REFER TO:

NMNM-047 (WC) 3162.3-4 (7100)

United States Department of the Interior

BUREAU OF LAND MANAGEMENT

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

MAR 1 9 1999

MAR 2 2 1999 DIV

Robert L. Bayless PO Box 168 Farmington, NM 87499

30-045-29506

Dear Mr. Bayless:

Reference is made to your Application for Permit to Drill (APD) for the following well No. 3 Floyd located 790' FSL & 1660' FWL sec. 17, T. 30 N., R. 12 W., San Juan County, New Mexico, Lease NMNM-047.

The above mentioned enclosed APD is hereby rescinded due to not being drilled within the one year approval date and/or approved extensions.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