



United States Department of the Interior

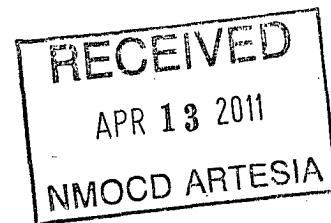
BUREAU OF LAND MANAGEMENT
Carlsbad Field Office
620 E. Greene St.
Carlsbad, NM 88220-6292



In Reply Refer To:
NM98122
3162.4 (52200)

APR - 7 2011

Forest Oil Corporation
707 17th Street, Suite 3600
Denver, CO 80202



Gentlemen:

The below referenced Application for Permit to Drill (APDs) has expired because drilling has not commenced within two years of the approval date and/or extension, as stated in the General Requirements for Oil and Gas Operations on Federal Leases.

30-015- 37007

NM98122 Skelly Unit 505 1880'N & 1310'W Sec. 21, T.17S., R.31E.

If drilling operations have commenced on the referenced well, please contact this office at (575) 234-5972 and send all necessary reports (spud, casing/cementing, etc., 1 original and 3 copies) to this Office, so we may correct our records.

If the well has not been spudded, but site construction activities have occurred, please contact this office at the above telephone number for surface reclamation instructions.

If you wish to drill this well at a later date, please submit a complete application (1 original and 3 copies) to this Office. Since the original APD has expired, the resubmitted APD will be subject to all the processing requirements including the 30-day posting requirement. Please note on the resubmitted APD that it was previously approved and we will review the expired file for information which will help expedite the processing. If you have any questions please contact Jim Amos at (575) 234-5909.

Sincerely,

Don Peterson
Assistant Field Manager
Lands and Minerals

cc:
BLM I&E (CFO)
NMOCD (Artesia)