



United States Department of the Interior

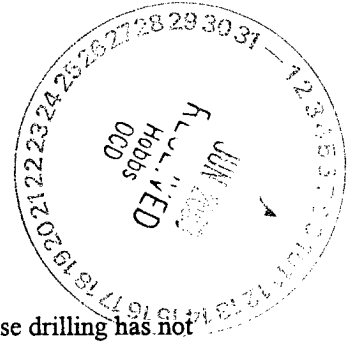
BUREAU OF LAND MANAGEMENT

Carlsbad Field Office
620 E. Greene St.
Carlsbad, NM 88220-6292

In Reply Refer To:
3162.4 (080)
LC-065347, NM-052,
NM-056376, NM-38636,
NM-0441951

JUN 05 2003

Mallon Oil Company
P. O. Box 3256
Carlsbad, NM 88220



Gentlemen:

Your Applications for Permit to Drill (APDs), for the following wells have expired because drilling has not commenced within one year of the approval date as stated in the General Requirements for Oil and Gas Operations on Federal Leases.

LC-065347 Mallon 21 Federal #1 910'N & 810'W Sec. 21, T.24S, R.26E
APD was approved on 12/03/97, last approved APD extension expired on 02/01/03

LC-065347 Mallon 21 Federal #3 1680'S & 960'W Sec. 21, T.24S, R.26E
APD was approved on 12/03/97, last approved APD extension expired on 02/01/03

NM-052 Mallon 35 Federal #2 1650'N & 660'W Sec. 35, T.19S, R.34E
APD was approved on 02/04/98, last approved APD extension expired on 02/28/03

NM-056376 Mescalero Ridge Unit 21 Fed. #5 1780'S & 1980'W Sec. 21, T.19S, R.34E
APD was approved on 06/17/98, last approved APD extension expired on 02/22/03

NM-38636 Mallon Pecos River 28 Fed. #2 955'S & 2475'W Sec. 28, T.26S, R.29E
APD was approved on 06/16/98, last approved APD extension expired on 04/22/03

NM-0441951 Mallon 21 Federal #2 660'N & 660'E Sec. 21, T.24S, R.26E
APD was approved on 12/03/97, last approved APD extension expired on 02/01/03

If drilling operations have commenced on the referenced wells, please contact this office at (505) 234-5972 and send all necessary reports (spud, casing/cementing, etc., 1 original and 5 copies for each well) to the Roswell Field Office, 2909 West Second Street, Roswell, New Mexico 88202, so we may correct our records.

If the wells have 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 these wells at a later date, please submit a complete application (1 original and 5 copies for each well) to the Roswell Field Office. Since the original APDs have expired, the resubmitted APDs will be subject to

all the processing requirements including the 30-day posting requirement. Please note on the resubmitted APDs that they were previously approved and we will review the expired files for information which will help expedite the processing. If you have any questions please contact Joe Lara at (505) 234-5915 or Betty Hill at (505) 234-5937.

Sincerely,

/s/ Mary J. Rugwell

Mary Jo Rugwell
Assistant Field Manager
Lands & Minerals

bcc:
BLM-I&E (CFO/Hobbs)
NMOCD (Artesia/Hobbs)
NM (062, L Askwig)