New Mexico Energy, Minerals and Natural Resources Department

Susana Martinez

Brett F. Woods, Ph.D. Acting Cabinet Secretary

Daniel Sanchez
Acting Division Director
Oil Conservation Division



February 28, 2011

BC Operating Inc. ATT: Regulatory Dept PO Box 50820 Midland, TX 79710

RE: CANCELLATION OF INTENT TO DRILL

See Attached List

RECEIVED

MAR 0 2 2011 HOBBSOCD

Gentlemen:

Twenty-four months or more have elapsed since Division Form C-101, Notice of Intent to Drill the Subject well was approved. To date no progress reports, form C-103, have not been received. Therefore, approval of your permit to drill this well has now expired and no drilling operations are to be initiated without further notice to and approval by the Oil Conservation Division. Pending such approval, this location will be considered as an abandoned location.

If drilling has been done, please file subsequent reports of this work immediately to bring this file into current status.

Truly yours,

OIL CONSERVATION DIVISION

Larry Hill District I Supervisor

cc: OCD /Santa Fe

OCD/Hobbs BLM

State Land Office

Cancel

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BC Operating Inc.

Shoebar #1-N, 27-16s-35e, 30-025-39244 Rattletrap #2-H, 18-16s-32e, 30-025-39245 Rattletrap #3-G, 18-16s-32e, 30-025-39256 Jalmat #1-N, 16-23s-36e, 30-025-39271