

United States Department of the Inc. or

P. 0. Box 1157 Hobbs, New Mexico 88240

December 19, 1977

Terra Resources, Inc. 1638 Bank of the Southwest Building Houston, Texas 77002

> Re: Well No. 8 Carlson B-13 Lease New Mexico 051998

990/N&E

Sec. 13, T. 25 S., R. 37 E. Lea County, New Mexico

Gentlemen:

More than 90 days have elapsed since the Application for Permit to Drill the referenced well was approved. Since we have not received any notice that drilling operations were commenced, our approval of the application has now expired.

If you should desire to drill a well at this location at some future date, a new Application for Permit to Drill may be resubmitted at that time.

Sincerely yours,

Arthur R. Brown District Engineer



Remain)

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