

3162.41 (067)
NM-17238

APR 02 1993

CERTIFIED - RETURN RECEIPT REQUESTED
P 135 589 982

Consolidation Intent to Drill

Grace Petroleum Corporation
6501 North Broadway
Oklahoma City, OK 73116

Dear Sir:

Your Application for Permit to Drill the Smith Ranch 11 federal well No. 4, lease No. NM-17238, located 330'/N and 660'/W, Section 11, T. 20 S., R. 33 E., Lea County, New Mexico, was approved August 9, 1991. Applications for Permit to Drill are effective for a period of one year. In view of the foregoing, this office is notifying you the approval of this application has expired. If you intend to drill at this location at a future date, a new Application for Permit to Drill must be submitted.

This office requires a letter confirming no surface disturbance has taken place at this drill site. A schedule for rehabilitation must be submitted to this office for any surface disturbance associated with the approved location of this well.

Your cooperation in this matter is appreciated.

Sincerely,

Orig. Signed by Richard L. Manus

Richard L. Manus
Area Manager

bcc:
NM (060)
NM (067A)
NMOCD, Hobbs
NM (067, B. Hunt)