3160 (067) NMNM-86924

•

OCT 0 9 1996

CERTIFIED--RETURN RECEIPT REQUESTED Z 694 659 991

Santa Fe Energy Resources, Inc. Attention: Michael R. Burton 550 W. Texas, Suite 1330 Midland, TX 79701

RE Tomcat "8" Federal Well No. 1 NMNM-86924 660' FSL & 467' FWL, Sec. 8, T23S, R32E Lea County, New Mexico

Dear Mr. Burton:

We approved the referenced Application for Permit to Drill (APD) on August 5, 1996. At midnight on August 31, 1996, oil and gas lease NMNM-86924 expired. Based on our records, this well was not spudded prior to lease expiration. Therefore, the referenced APD approval is no longer valid.

If site construction activities have occurred, please contact Barry Hunt at (505) 887-6544 for surface reclamation instructions.

Sincerely,

Timothy P. O'Brien

Richard L. Manus FOR Area Manager

cc: NM (060, T. Ferguson) NM (067, V. Balderaz) NMOCD (Hobbs)

Noid 10/11/96

