



United States Department of the Interior

BUREAU OF LAND MANAGEMENT

Roswell Field Office
2909 West Second Street
Roswell, New Mexico 88202



In Reply Refer To:
3162.4 (513)
NM-16324

30-005-63726

DEC 05 2006

Yates Petroleum Corporation
Attn: Debbie Caffall
105 S. 4th Street
Artesia, NM 88210

Dear Ms. Caffall:

We are canceling your Application for Permit to Drill (APD) for the Charlotte Federal Com Well No. 7, located in Section 30, T. 7 S., R. 26 E., 1500'N & 660'E which was approved on January 4, 2005, along with the extension that was approved on January 4, 2006, due to receiving another application for this well.

If you have any question, please contact me at (505) 627-0237.

Sincerely,

/s/ Linda A. Askwig

Linda A. Askwig
Land Law Examiner

Cc:
I & E (RFO)
NMOCD (Artesia)