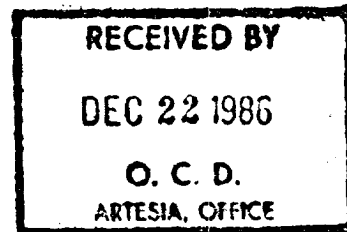


c/sf

OIL CONS. COMMISSION  
Drawer DD  
Artesia, NM 88210

3162.4

December 16, 1986



ARCO Oil and Gas Company  
P. O. Box 1710  
Hobbs, New Mexico 88240

Gentlemen:

Your Application for Permit to Drill, Deepen, or Plug Back (APD) for Well J. L. Keel "B" No. 34, Lease No. LC-029435-B, 1330 FNL and 660 FEL, Section 6, T. 17 S., R. 31 E., has been cancelled.

Your APD is considered expired if drilling has not commenced within one year after approval. Should you desire to drill this well at a later date, you will be required to re-submit the proper forms for approval.

Sincerely,

A handwritten signature in cursive script, appearing to read "Charles Dahlen".

Charles Dahlen  
Area Manager

Post 10-2  
12-26-86  
Exp. Int.