Challenger Minerals, Inc. P. O. Box 60120 Houston, TX 77205

## Gentlemen:

Your Application for Permit to Drill, Deepen, or Plug Back (APD) for well Bate Federal No. 1, Lease No. NM-67999, 1980' FSL and 660' FEL, Sec. 11, T. 9 S., R. 34 E., has been cancelled.

The APD is considered expired if drilling activity 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,

Richard L. Manus Area Manager

P1.14.11

cc: RDO

NMOCD (Artesia/Hobbs)

GEVENDED

0.0 \$10.00 2000

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