Exxon Corporation P. O. Box 1600 Midland, TX 79702

Gentlemen:

Your Application for Permit to Drill, Deepen, or Plug Back (APD) for Well Neuhaus Federal No. 1, Lease NM-16835, 2230' FSL and 1980' FEL, Sec. 14, T. 20 S., R. 35 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

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cc: RDO
NMOCD (Artesia/Hobbs)