THE STATE OF ZERV AND STATE OF

ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION

POST OFFICE BOX 1980 HOBBS, NEW MEXICO 88241-1880 0505) 353-6161

July 14, 1998

Warrior Inc P O Box 5970 Hobbs NM 88241

RE: CANCELLATION OF INTENT TO DRILL

Gentlemen:

We understand that you will not be drilling the Federal D #13-M, 26-20s-36e. We have not received a letter from the BLM office on the affect of the cancellation, but will effective this day cancel the intent to drill.

If you have any questions on this matter, please call the District I Hobbs office (505) 393-6161.

Yours very truly,

OIL CONSERVATION DIVISION

Chris Williams

District I, supervisor

CW:dp

Void 7/14/88