Susana Martinez Governor

David Martin Cabinet Secretary-Designate

Brett F. Woods, Ph.D. Deputy Cabinet Secretary

December 12, 2013

Yates Petroleum Corp Att: Lori Flores 105 South 4 Street Artesia, NM 88210

RE: CANCELLATION OF INTENT TO DRILL

Lotus ALT State #10

N-32, T-22s, R-32e, 480/S & 1650/W

API # 30-025-39978

Gentlemen:

Two years or more have elapsed since Division form C-101; Intent to Drill for the subject well was approved. To date no progress reports have been received. Therefore, approval of your permit to drill this well has expired and no operations are to be initiated without further notice to and approval by the Oil Conservation Division

If the work to drill this well has been done, please file subsequent reports (Form C-103) of this work immediately to bring this file into current status.

Truly yours,

OIL CONSERVATION DIVISION

Paul Kautz, District I Geologist, Hobbs OCD

CC: OCD Santa Fe OCD Hobbs BLM State Land Office Jami Bailey Division Director Oil Conservation Division



DEC 1 2 2013

Oil Conservation Division 1625 N French Drive, Hobbs New Mexico 88240 Phone (575) 393-6161• Fax (575) 393-0720 • www.emnrd.state.nm.us