

United States Department of the Interior

BUREAU OF LAND MANAGEMENT

Roswell Field Office 2909 West Second Street Roswell, New Mexico 88202

In Reply Refer To: 3162.4 (513) NM-15863 30-005-63670

MAR 08 2006'

Yates Petroleum Corporation Attn: Debbie Caffall 105 S. 4th Street Artesia, NM 88210

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Dear Ms. Caffall:

We are canceling your Application for Permit to Drill (APD) for the Cottonwood Federal Well No. 4, located in Section 26, T. 6 S., R. 25 E., 660'/S & 1980'/E which was approved on April 14, 2004, along with the extension that was approved on May 19, 2005, due to receiving another application for this well

If you have any question, please contact me at (505) 627-0237.

Sincerely,

/s/ Linda A. Askwig

Linda A. Askwig Legal Instruments Examiner

Cc: I & E (RFO) NMOCD (Artesia)