



United States Department of the Interior

BUREAU OF LAND MANAGEMENT

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

RECEIVED
JUN 02 2006
OUL-ARTESIA

In Reply Refer To:
3162.4 (513)
NM-31099

30-005-63673

MAY 31 2006

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

Dear Ms. Caffall:

We are canceling your Application for Permit to Drill (APD) for the Horn YG Federal Well No. 5, located in Section 8, T. 8 S., R. 26 E., 880'N & 990'E which was approved on June 30, 2004, along with the extension that was approved on July 15, 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
Land Law Examiner

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