

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 (06200) NM-31099

FEB 26 2004

Yates Petroleum Corporation Attn: Clifton R. May 105 S. 4th Street Artesia, NM 88210 MAR - I 2004 OCD-ARTESIA

Dear Mr. May:

30-005-63455

We are canceling your Application for Permit to Drill (APD) for the Horn YG Federal Well No. 7, located in Section 15, T. 8 S., R. 26 E., 1980'/S & 990'/E which was approved on March 4, 2002, along with the extension which was approved on February 5, 2003, due to this application being resubmitted.

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

Sincerely,

/s/ Linda A. Askwig

Linda A. Askwig Legal Instruments Examiner

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