



United States Department of the Interior

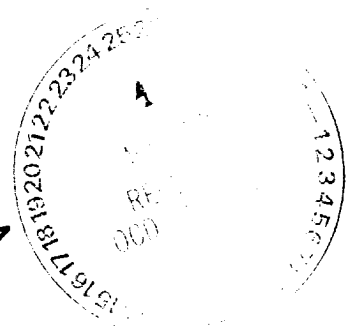
BUREAU OF LAND MANAGEMENT

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

IN REPLY REFER TO:
3162.4 (06200)
NM-26069

30-005-63457

APR 22 2002



Yates Petroleum Corporation
Attn: Clifton R. May
105 S. 4th Street
Artesia, NM 88210

Dear Mr. May:

As per your letter, dated April 18, 2002, we are canceling your Application for Permit to Drill (APD) for the Margene AWM Federal #2, Sec.20, T. 9 S., R. 26 E., 800' FSL and 1980' FEL which was approved on March 1, 2002.

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

Sincerely,

/s/ Linda A. Askwig

Linda A. Askwig
Legal Instruments Examiner

Enclosure

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