

United States Department of the Interior

TAKE

BUREAU OF LAND MANAGEMENT Carlsbad Resource Area Headquarters P.O. Box 1778 Carlsbad, New Mexico 88221-1778

David H. Arrington Oil & Gas, Inc. P. O. Box 2071 Midland, TX 79702

> RE: Arrington Federal No. 1 and No. 2 Lease No. NM-86554

Gentlemen:

Your Application for Permit to Drill the subject wells have been cancelled.

The APD is considered expired if drilling activity has not commenced within one year after approval. Should you desire to drill this well at a later date, you will be required to resubmit the proper forms for approval.

Sincerely, 1. Manua

Richard L. Manus Area Manager

Post ID-2 7-24-92 Exp INT