P.O. DRAWER 1857 ROSWELL, NEW MEXICO 88201

Coastal Oil & Gas Corporation Box 1332 Amarillo, TX 79189 January 24, 1983 **RECEIVED** JAN 2 5 1983 O. C. D. ARTESIA, OFFICE

Lease No. NM-29827 Well(s) No. 1, 2, 3 & 4 Hall Federal Sec. 33, T. 15 S., R. 28 E. Chaves County, New Mexico

Gentlemen:

The Application for Permit to drill the subject wells were approved for a one year period. Since drilling operations were not commenced within the one year period the Permit to Drill is terminated.

If you decide to drill these wells at a future date, you should resubmit the Application for Permit to Drill.

Sincerely yours,

James A. Gillham District Supervisor Oil and Gas

cc: BLM-Roswell District Lease File Regional File MMOCD-Artesia RCF

Jack Bryan

AALopez/la/1-24-83

Post 28 - 23 1