

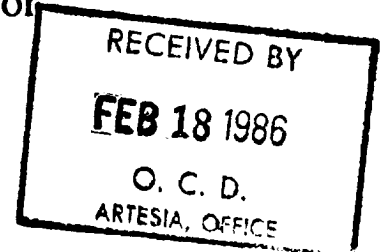
NM OIL CONS. COMMISS  
Drawer DD  
Artesia, NM 88210



United States Department of the Interior

BUREAU OF LAND MANAGEMENT  
Roswell Resource Area  
P.O. Drawer 1857  
Roswell, New Mexico 88201

IN REPLY REFER TO:  
3100



February 10, 1986

McClellan Oil Corporation ✓  
P.O. Drawer 730  
Roswell, New Mexico 88202

Gentlemen:

You are the holder of Application for Permit to Drill Well No. 1 - Ann Federal, located in the NE 1/4 NW 1/4 Section 23, T. 15 S., R. 29 E., Chaves County, New Mexico on lease NM-27071. Our records indicate that you have not started drilling this well. Lease NM-27071, a 10-year lease effective January 1, 1976 expired December 31, 1985, the end of its primary term, due to the lack of production or any other actions that would warrant an extension.

Therefore the Application for Permit to Drill the No. 1 - Ann Federal Well is terminated as of December 31, 1985, the expiration date of lease NM-27071. You are responsible for the restoration of any surface disturbance caused in conjunction with this well. Contact John Crane at this office, phone (505) 624-1790, for instructions regarding restoration.

Sincerely,

Area Manager

Post ID-2  
2-21-86  
Exp. Int.