

Dear Mr. May:

As per your letter dated March 14, 2002, we are canceling your Applications for Permit to Drill (APD's) for the Everette OO Fed #8, Sec.26, T. 5 S., R. 24 E., 1980' FSL and 660' FEL and Everette OO Fed #11, Sec. 26, T. 5 S., R. 24 E., 1980'/S & 1500'/W which were approved on January 18, 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: NMOCD (Artesia) L. Nokes (RFO-I&E)