January 25, 1933 ACCENCED JAN 27 1983 O. C. D. ARTESIA, OFFICE

Lease No. NM-045276 Well No. 3-Preston Federal Sec. 34, T. 20 S., R. 24 E. Eddy County, New Mexico

Conoco Inc. P.O. Fox 460 Hobbs, NM 88240

Gentlemen:

The Application for Permit to drill the subject well was 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 this well at a future date, you should resubmit the Application for Permit to Drill.

Sincerely yours,

(ORIG. SGD.) ARMANDO A. LOPEZ

James A. Gillham District Supervisor Oil and Gas

cc: BLM-Carlsbad District Lease File Sub-District-Artesia Regional File NMOCD-Artesia RCF Jack Bryan

Post ID-2 1-28-83 E+0. INT

AALopez/la/1-25-83