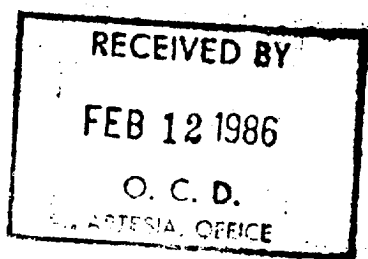


c/SF

2/3162.41 (007)
Well File

February 7, 1986



Exxon Corporation
P. O. Box 1000
Midland, TX 79702

Gentlemen:

Your application for Permit to Drill, Deepen, or Plug Back (APD) for Well
Stett Federal No. 1, Lease No. BH-40266, 578 FRL and 1050 FRL, Sec. 1,
T21S, R27E, has 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,

A handwritten signature in cursive script, appearing to read "Charles S. Dahlen".

Charles S. Dahlen
Area Manager

cc: RDO
NMSO (Micrographics)
NMUCD (Artesia)

067:GWQueen:cq:2/7/86

Post ID-2
2-14-86
Exp. Int.