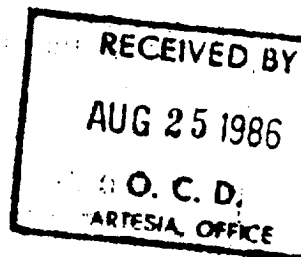


August 19, 1986



Pool Oil Company
P. O. Box 2837
Roswell, New Mexico 88201

Gentlemen:

Your Application for Permit to Drill, Deepen, or Plug Back (APD) for Well Ronadero 9 USA No. 2, Lease No. NM-54425, 990 FWL and 2310 FSL, Section 9, T. 16 S., R. 31 E. 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 re-submit the proper forms for approval.

Sincerely,

Charles S. Dahlen
Area Manager

cc: RDO
NMSO
NMOCB (Artesia/Hobbs)

Post FD-2
9-5-86
Exp. Int.