

United States Department of the Interior

BUREAU OF LAND MANAGEMENT CARLSBAD RESOURCE AREA HEADQUARTERS P.O. BOX 1778 CARLSBAD, NEW MEXICO 88220



March 12, 1992

Chi Operating, Inc. P. O. Box 1799 Midland, TX 79702

Gentlemen:

Your Application for Permit to Drill, Deepen, or Plug Back (APD) for well Hondo Federal No. 4, Sec. 9, T. 21 S., R. 26 E., Lease No. NM-0400877, 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, 2. Many

Richard L. Manus Area Manager

Pont ID-2 3-20-92 Exp. Int.