



United States Department of the Interior

BUREAU OF LAND MANAGEMENT

Carlsbad Resource Area Headquarters

P.O. Box 1778

Carlsbad, New Mexico 88221-1778

IN REPLY REFER TO

3162.3-1 (067)

NM NM-62888

Yates Petroleum Corp.
Attn: Ken Beardemphl
105 So. Fourth
Artesia, NM 88210

NOV 07 1994


Gentlemen:

Your Application for Permit to Drill (APD), the Sedge Unit Well No. 2, 1980 feet FSL and 660 feet FE L, Section 19, T. 22 S., R. 23 E., Eddy County, New Mexico, Lease No. NMNM-62888, has been cancelled because drilling has not commenced within one year of approval as stated in the General Requirements For Oil And Gas Operations On Federal Leases.

If construction activities have occurred on the referenced drill site, please contact this office at (505) 234-5272 for surface restoration instructions.

If you wish to drill this well at some later date, please refile your application.

Sincerely,

for 
Richard L. Manus
Area Manager

Exp 2-10-95