



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)

NMNM-90505

Nearburg Producing Co.
P. O. Box 823085
Dallas, Texas 75382

NOV 07 1994

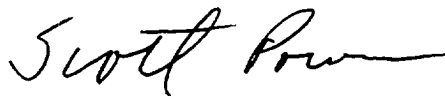
Gentlemen:

Your Application for Permit to Drill (APD), the Red Walt 10 Federal Well No. 1, 990 feet FN L and 990 feet FW L, Section 10, T. 22 S., R. 24 E., Eddy County, New Mexico, Lease No. NM NM-90505, 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