

The logo for TERRA Exploration Inc. features the word "TERRA" in a large, bold, sans-serif font, with "Exploration Inc." in a smaller font below it. The text is set against a dark, stylized background that resembles a landscape or a map.

Cancel 8-29-00

July 3, 2000

BUREAU OF LAND MANAGEMENT
ROSWELL FIELD OFFICE
2909 WEST SECOND STREET
ROSWELL, NEW MEXICO 88201-2019

30-015-30972

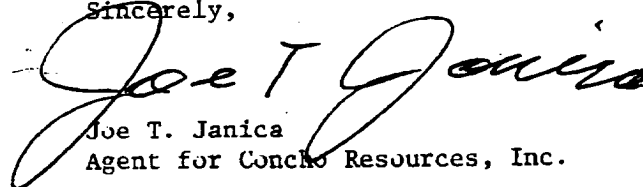
Re: Concho Resources, Inc.
Carbon Valley "14" Federal # 1
990' FSL & 990' FEL Sec, 14
T16S-R27E Eddy Co. NM.

Att: Linda Askwig

Dear Linda:

Please cancel the APD for the above referenced well and Concho Resources, Inc. Will submit an APD for The Carbon Valley "14" Federal # 1 at another location. The new location is 1650' FSL & 1650' FEL of Section 14 T16S-R27E Eddy Co. NM.

Sincerely,

A handwritten signature in cursive script, reading "Joe T. Janica".
Joe T. Janica
Agent for Concho Resources, Inc.

cc: Jim Blount
File
Crono

505-391-8503

P.O. Box 2188

Hobbs, New Mexico 88241