

United States Department of the Interior

BUREAU OF LAND MANAGEMENT

Roswell Field Office 2909 West Second Street Roswell, New Mexico 88202

In Reply Refer To: 3162.4 (513) NM-100542

MAR 3 1 2005

Yates Petroleum Corporation Attn: Debbie L. Caffall 105 S. 4th Street Artesia, NM 88210

RECEIVED

APR 0 1 2005

Dear Ms. Caffall:

30-005-61883

We are canceling your Application for Permit to Drill (APD) for the Lobo AXU Federal Well No. 1, located in Section 12, T. 9 S., R. 27 E., 1650'/S & 1200'/E which was approved on May 6, 2003, along with the extension which was approved on June 16, 2004, due to this application being resubmitted.

If you have any question, please contact me at (505) 627-0237.

Sincerely,

/s/ Linda A. Askwig

Linda A. Askwig Legal Instruments Examiner

Cc: NMOCD (Artesia) I & E (RFO)