



United States Department of the Interior

BUREAU OF LAND MANAGEMENT
Carlsbad Field Office
620 E. Greene St.
Carlsbad, NM 88220-6292



In Reply Refer To:
LC-047311-B
3162.4 (522)



August 1, 2006

30-015-33511

Yates Petroleum Corporation
105 South Fourth Street
Artesia, NM 88210

Re: Cancellation of:
LC-047311-B
Shelby AVL Fed. Com. #1
Located: 660'S & 1980'W
Section 24, T.18S., R.29E.
Eddy County, New Mexico

Gentlemen:

Due to the resubmission of the APD, on May 22, 2006, at the same location, we are cancelling your previous APD, approved July 7, 2004 with an extension that expired July 7, 2006 for the Shelby AVL Fed. Com. #1.

Sincerely,

/s/ Don Peterson

FOR Russell E. Sorensen
Assistant Field Manager
Lands & Minerals

bcc:

I&E-(CFO)
NMOCD-(Artesia)
NM (513, L. Askwig)