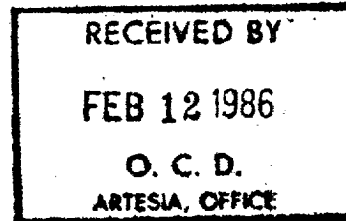


February 7, 1986

Exxon Corporation
P. O. Box 1600
Midland, TX 79702



Gentlemen:

Your application for Permit to Drill, Deepen, or Plug back (APD) for Well Pioneer Federal No. 7, Lease No. NM-20966, 660 FSL and 660 FSL, Sec. 17, T26S, R30E, has been cancelled. The APD is considered expired if drilling activity has not commenced within one year after approval. Should you desire to drill this well at a later date, you will be required to resubmit the proper forms for approval.

Sincerely,

A handwritten signature in cursive script, appearing to read "Charles S. Dahlen".

Charles S. Dahlen
Area Manager

cc: RDU
NMSU (Micrographics)
NMOCD (Artesia)

067:GWQueen:cq:2/7/86

RECEIVED BY
FEB 13 1988
O. C. D.
ARTSIA, OFFICE