

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: NM-04510 3162.4 (522)

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Yates Drilling Company 105 South Fourth Street Artesia, NM 88210

Gentlemen:

30-015 - 32863

We are cancelling your APD, approved July 02, 2003 and extension that expired July 02, 2005 for the Pecos River Deep Unit #10 well, located 810'/S & 1980'/E, Section 28, T.19S, R.27E, Eddy County, New Mexico. This is due to the recent resubmission of the APD, on June 02, 2005 at the same location.

Sincerely,

/S/ Russell E. Sorensen

Russell E. Sorensen Assistant Field Manager Lands & Minerals

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