



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-31099

30-005-63651

MAR 02 2006

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

Dear Ms. Caffall:

We are canceling your Application for Permit to Drill (APD) for the Horn YG Federal Com Well No. 7 located in Section 15, T. 8 S., R. 26 E., 1980'/S & 990'/E which was approved on April 13, 2004, along with the extension that was approved on May 17, 2005, due to receiving another application for this well.

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

Sincerely,

/s/ Linda A. Askwig

Linda A. Askwig
Legal Instruments Examiner

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

RECEIVED

MAR 06 2006

UCD-ARTESIA