



United States Department of the Interior

BUREAU OF LAND MANAGEMENT
Roswell Field Office
2909 West Second Street
Roswell, New Mexico 88202

AUG 13 2007
OCD-ARTESIA

In Reply Refer To:
3162.4 (513)
NM-105201

AUG 10 2007

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

30 005 63605

Dear Ms. Caffall:

We are canceling your Application for Permit to Drill (APD) for the Beacon BDB Federal No. 1, located in Section 26, T. 11 S., R. 26 E., 1980'S & 660'E which was approved on September 7, 2005, along with the extension that was approved on August 16, 2006, due to receiving another application.

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

Sincerely,

/s/ *Angel Mayes*

Angel Mayes
Assistant Field Manager
Lands and Minerals

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