



United States Department of the Interior

BUREAU OF LAND MANAGEMENT

Roswell Field Office
2909 West Second Street
Roswell, New Mexico 88202

OCT 29 2007

OCD-AR 1516

In Reply Refer To:
3162.4 (513)
NM-106906

OCT 24 2007

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

30 005 62532

Dear Ms. Caffall:

The Bureau of Land Management is canceling your Application for Permit to Drill (APD) for the Applesauce AZR Federal No. 1, located in Section 25, T. 11 S., R. 27 E., 500' FNL & 990' FWL, approved on November 16, 2005, along with the extension approved on October 19, 2006, due to receiving another application.

If you have any question, please contact Linda Askwig, Land Law Examiner, at (505) 627-0237.

Sincerely,

/s/ Angel Mayes

Angel Mayes
Assistant Field Manager
Lands and Minerals

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