

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-ARTESIA

In Reply Refer To: 3162.4 (513) NM-29623

OCT 2 4 2007

Yates Petroleum Corporation Attn: Debbie Caffall 105 S 4th Street Artesia, NM 88210 30005 43790

Dear Ms. Caffall:

The Bureau of Land Management is canceling your Application for Permit to Drill (APD) for the Filaree AEL Federal No. 5, located in Section 33, T. 8 S., R. 26 E., 1600' FSL & 660' FEL, approved on November 16, 2005, along with the extension approved on October 27, 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)