



NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

BILL RICHARDSON
Governor
Joanna Prukop
Cabinet Secretary

Mark E. Fesmire, P.E.
Director
Oil Conservation Division

October 7, 2004

Capataz Operating Inc
ATT: Scott Davis
P O Drawer 10549
Midland, TX 79702

RE: CANCELLATION OF INTENT TO DRILL

Fatima #1

K-13-20s-38e, 1650/S & 1800/W

API #30-025-36848

Gentlemen:

Twelve months or more have elapsed since Division Form C-101, Notice of Intention to drill, for the subject well was approved. To date no progress reports, form C-103, have not been received. Therefore, approval of your permit to drill this well has now expired and no drilling operations are to be initiated without further notice to and approval by the Oil Conservation Division. Pending such approval, this location will be considered as an abandoned location.

If drilling has been done, please file subsequent reports of this work immediately to bring this file into current status.

Truly yours,

OIL CONSERVATION DIVISION

Chris Williams
Chris Williams
District I, Supervisor

by dm

CW:dm

CC: OCD Santa Fe
OCD Hobbs
BLM
State Land Office

V/DID
12/01/05