



NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

BILL RICHARDSON

Governor

Joanna Prukop

Cabinet Secretary

Mark E. Fesmire, P.E.

Director

Oil Conservation Division

January 26, 2006

Yates Petroleum Corp

ATT: Cliff May

105 South 4th Street

Artesia, NM 88210

RE: CANCELLATION OF INTENT TO DRILL

Lotus ALT State #10-N

Sec.32, T-22s, R-32e

API # 30-025-36612

Gentlemen:

API # 30-025-36612 has been canceled since Division Form C-101, Notice of Intention to drill has been resubmitted to drill to the Bone Spring. To date no progress reports, form C-103, have not been received for the above referenced API number.

If you have questions on this matter, please call Donna Mull (505) 393-6161 ext 115.

Truly yours,

OIL CONSERVATION DIVISION

Chris Williams
by dm

Chris Williams

District I, Supervisor

CW:dm

CC: OCD Santa Fe
OCD Hobbs
BLM
State Land Office