

In Reply Refer To: 3162.4 (513) NM-32167 United States Department of the Interior

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

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

Dear Ms. Caffall:

\$ 30.005.63500

We are canceling your Application for Permit to Drill (APD) for the Spring Federal Well No. 5, located in Section 6, T. 6 S., R. 26 E., 660'/N & 660'/E which was approved on August 17, 2004, along with the extension that was approved on August 25, 2005, due to receiving another application for this well.

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

Sincerely,

/s/ Linda A. Askwig

Linda A. Askwig Land Law Examiner

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