

United States Department of the Interior

BUREAU OF LAND MANAGEMENT

Roswell Field Office 2909 West Second Street Roswell, New Mexico 88202 JUN 0 6 2006

In Reply Refer To: 3162.4 (513) NM-12687

JUN 05 2006

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

Dear Ms. Caffall:

30.005.63837 (7-3-06) Gebo BEG Federal W.

We are canceling your Application for Permit to Drill (APD) for the Gebo BEG Federal Well No. 1, located in Section 12, T. 10 S., R. 25 E., 1980'/N & 1880'/W which was approved on July 2, 2004, along with the extension that was approved on August 4, 2005, due to receiving another application for this well.

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

30.005.63675

Sincerely,

/s/ Linda A. Askwig

Linda A. Askwig Land Law Examiner

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