

In Reply Refer To: 3162.4 (513) NM-16071

## United States Department of the Interior

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

RECEIVED JUL 2 1 2006 OCCUMPTION

JUL 19 2006

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

Dear Ms. Caffall:

,30.005.63695

We are canceling your Application for Permit to Drill (APD) for the Karen Federal Well No. 4, located in Section 26, T. 9 S., R. 24 E., 1980'/N & 660'/E which was approved on August 2, 2004, along with the extension that was approved on August 16, 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)