

June 25, 1986

McClellan Oil Corp.
P.O. Drawer 730
Roswell, New Mex. 88202

Dear Sir:

We are cancelling your Application for Permit to Drill the #2 MOC Champeau Federal well located in H, Sec. 31, T.15S., R.30E., Chaves County, New Mexico, on lease NM-25363 as the Application is over one year old.

If you wish to drill this well at a later date, you will need to refile at that time.

If you have any questions concerning this action, please contact Peter Chester at 624-1790.

Sincerely,

Area Manager

PChester:ml1

