



STATE OF NEW MEXICO
ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION

POST OFFICE BOX 1980
HOBBS, NEW MEXICO 88241-1980
(505) 393-6161

July 14, 1998

Yates Petroleum Corp
105 S. 4th. Street
Artesia NM 88210

RE: CANCELLATION OF INTENT TO DRILL

Gentlemen:

Twelve months or more have elapsed since Notice of Intention to drill the following wells:

Freida AFR Federal	#1-A, 3-23s-32e	#30-025-32197
Freida AFT Federal	#2-G-3-23s-32e	#30-025-32198
Cotton Place ANG Federal	#1-A, 10-24s-32e	#30-025-32199
Cotton Place ANG Federal	#2-B-10-24s-32e	#30-025-32200
Anita ALD Federal	#1-L, 17-21s-32e	#30-025-32134
Anita ALD Federal	#2-M, 17-21s-32e	#30-025-32135
Anita ALD Federal	#3-K, 17-21s-32e	#30-025-32220
Lotis ALT State	#1-A, 32-22s-32e	#30-025-31693
Berry APN State	#2-X, 5-21s-34e	#30-025-33123
Eidson Ranch Unit	#3-W, 5-16s-33e	#30-025-31667

To date no progress reports, form C-103, have been received. Therefore, approval of your permit to drill these wells has now expired and no drilling operations are to be initiated without further notice to and approval by the Oil Conservation Division. Pending such approval, this location will be considered as an abandoned location.

Very truly yours,

OIL CONSERVATION DIVISION

Chris Williams

Chris Williams
District I, Supervisor

by dp

CW:dp

cc: OCD Santa Fe
BLM
State Land Office
OCD Hobbs well file

VAD
7/21/98