February 7, 1991

Re-entry

Lanexco, Inc. P. O. Box 1206 Jal, New Mexico 88252

Gentlemen:

Your Application for Permit to Drill, Deepen, or Plug Back (APD) for the Sloan Federal No. 2, Lease No. NM-12412, Section 22, T. 19 S., R. 32 E., has been cancelled.

The APD is considered expired if drilling activity has not commenced within one year after approval. Should you desire to drill this well at a later date, you will be required to re-submit the proper forms for approval.

Sincerely,

Richard L. Manus Area Manager

cc: RDO NMOCD (Artemia/Hobbs)