February 7, 1991

Phillips Petroleum Company 4001 Penbrook St Odessa, Texas 79762

Gentlemen:

Your Application for Permit to Drill, Deepen, or Plug Back (APD) for the Lusk Deep Unit-A No. 16, Lease No. LC-065710-A, Section 20, 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

ccL RDO

NMOCD (Artesia/Hobbs)