

February 7, 1991

Meridian Oil Inc.
21 Dosta Drive
Midland, TX 79705

Gentlemen:

Your Application's for Permit to Drill, Deepen, or Plug Back (APD)
for Wells:

Shinnery Federal No. 2, Lease No. 32410, Sec. 13, T. 18 S., R. 32 E.,
Shinnery Federal No. 3, Lease No. 56745, Sec. 13, T. 18 S., R. 32 E.,
Federal "MA" No. 5, Lease No. LC-064944, Sec. 21, T. 18 S., R. 33 E.,
South Corbin Fed. No. 2, Lease No. NM-61604, Sec. 20, T. 18 S., R. 32 E.,
South Corbin Fed No. 3, Lease No. NM-93, Sec. 18, T. 18 S., R. 33 E.,

have been cancelled.

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

Sincerely,

Richard L. Manus
Area Manager

cc: RDO
HMOCD (Artesia/Hobbs)