



STATE OF NEW MEXICO
ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION
HOBBS DISTRICT OFFICE

BRUCE KING
GOVERNOR

POST OFFICE BOX 1980
HOBBS, NEW MEXICO 88241-1980
(505) 393-8161

November 14, 1994

YATES PETROLEUM CORPORATION

105 SOUTH FOURTH STREET

ARTESIA, NEW MEXICO 88210

RE: CANCELLATION OF INTENT TO RE-ENTER

QUAIL RIDGE "AOA" STATE

Well #1 Unit B 16-20S-34E

QUAIL RIDGE DELAWARE

Gentlemen:

Six months or more have elapsed since Division Form C-101, Notice of Intent to Re-Enter the subject well was approved. To date no progress reports have been received. Therefore, approval of your permit to re-enter this well has now expired and no re-entry operations are to be initiated without further notice to and approval by the Oil Conservation Division.

If re-entry work has been done and not reported, please file report of this work immediately.

Very truly yours,

OIL CONSERVATION DIVISION

Jerry Sexton
Supervisor, District I

JS:dp

cc: OCD Santa Fe - Well File
BLM
State Land Office
OCD Hobbs Well File

DEC 21 1994