



NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

GARY E. JOHNSON

Governor

Betty Rivera

Cabinet Secretary

Lori Wrotenbery

Director

Oil Conservation Division

December 30, 2002

Xeric Oil & Gas Corp
ATT: R C Barnett
P O Box 352
Midland, TX 79702

RE: CANCELLATION OF INTENT TO DRILL

Chardonnay #1-G

Sec.14, T-19s, R-38e

API # 30-025-35334

Gentlemen:

Twelve months or more have elapsed since Division Form C-101, Notice of Intention to Drill, for the subject well was approved. To date no progress reports, Form C-103, have not been received. Therefore, approval of your permit to drill this well 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.

If drilling has been done, please file subsequent reports of this work immediately to bring this file into current status.

Truly yours,

OIL CONSERVATION DIVISION

Chris Williams

District I, Supervisor

CW:dm

CC: OCD Santa Fe
OCD Hobbs
BLM
State Land Office

VOID
1/23/03
30-025-35334