

United States Department of the Interior

BUREAU OF LAND MANAGEMENT

Carlsbad Resource Area Headquarters P.O. Box 1778 Carlsbad, New Mexico 88221-1778

IN REPLY REFER TO

3162.3-1 (067) NM NM-0557686

Conoco, Inc.

Attn: Jerry W. Hoover 10 Desta Dr. - Ste. 100W Midland, Texas 79705

NOV 0 7 1994

Gentlemen:

Your Application for Permit to Drill (APD), the SEMU Well No. 124, 660 feet FN L and 2100 feet F WL, Section 23, T. 20 S., R. 37 E., Lea County, New Mexico, Lease No. NM NM-0557686, has been cancelled because drilling has not commenced within one year of approval as stated in the General Requirements For Oil And Gas Operations On Federal Leases.

If construction activities have occurred on the referenced drill site, please contact this office at (505) 234-5272 for surface restoration instructions.

If you wish to drill this well at some later date, please refile your application.

Sincerely,

Richard L. Manus Area Manager

NOV 0 7 1994