

United States Department of the Interior

BUREAU OF LAND MANAGEMENT Carlsbad Field Office

620 E. Greene St. Carlsbad, New Mexico 88220-6292 Tel. (505) 234-5972 Fax (505) 885-9264

IN REPLY REFER TO: 3162.4 (080) LC-031695-A

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Conoco Inc. 10 Desta Drive, Suite 607W Midland, TX 79705

Attn: Ms. Kimberly Southall

Re: APD Cancellation Request SEMU #159 Section 30,T20S,R38E Lea County, New Mexico

Dear Kimberly:

We received your letter dated October 17, 2001, in which you asked that we cancel your APD for the SEMU No. 159 well, located 1980'/S and 760'/W,Section 30,T.20S.,R.38E., Lea County, New Mexico, which was approved on May 14, 2001. Please accept this letter as confirmation of this APD cancellation, due to the resubmission of the APD at 1740'/S & 460'/W, Section 30, T20S.,R38E.

Sincerely,

/s/ Mary J. Rugweli

Mary Jo Rugwell AFM-Lands & Minerals

cc: I&E Hobbs OCD Hobbs RFO (L. Askwig)

30-025-35559