

May 9, 1990

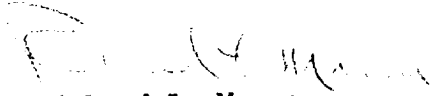
Samedan Oil Corporation  
10 Desta Drive, Suite 240 East  
Midland, TX 79705

Gentlemen:

Your Application for Permit to Drill, Deepen, or Plug Back (APD) for Well Sarah Hughes No. 1, Lease No. LC-032452-A, 1650' FSL and 2300' FWL, Section 4, T. 23 S., R. 37 E., has been cancelled.

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

Sincerely,

  
Richard L. Manus  
Area Manager

cc: RDO  
NMOCD (Artesia/Hobbs)