P.O. DRAWER 1857 ROSWELL, NEW MEXICO 88201

January 25, 1983

Post Petroleum Company, Inc. Western United Life Bldg, Suite 730 Midland, TX 79701

Lease No. NM-079540
Well No. 1-Conoco 31 Federal
Sec. 31, T. 20 S., R. 39 E.
Lea County, New Mexico

Gentlemen:

The Application for Permit to drill the subject well was approved for a one year period. Since drilling operations were not commenced within the one year period the Permit to Drill is terminated.

If you decide to drill this well at a future date, you should resubmit the Application for Permit to Drill.

Sincerely yours,

(ORIG. SGD.) ARMANDO A. LOPEZ

James A. Gillham District Supervisor Oil and Gas

cc:
BLM-Carlsbad
District Lease File
Sub-District-Hobbs
Regional File
MMOCD-Hobbs

RCF Jack Bryan

AALopez/la/1-25-83