

P.O. DRAWER 1857
ROSWELL, NEW MEXICO 88201

January 25, 1983

Adams Exploration Company
P.O. Box 10585
Midland, TX 79702

Lease No. NM-0202771-A
Well No. 1-Osborne Federal
Sec. 1, T. 9 S., R. 34 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
NMOCD-Hobbs

RCF

Jack Bryan

AALopez/la/1-25-83