

P.O. DRAWER 1857  
ROSWELL, NEW MEXICO 88201

January 25, 1983

Sanders Petroleum Corporation  
11000-D Spain Road NE  
Albuquerque, NM 87111

Lease No. NM-38469  
Well No. 1-Yates  
Sec. 30, T. 23 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,

James A. Gillham  
District Supervisor  
Oil and Gas

cc:  
BLM-Carlsbad  
District Lease File  
Sub-District-Hobbs  
Regional File  
NMOC-D-Hobbs  
RCF  
Jack Bryan

AAALopez/la/1-25-83