P.O. DRAWER 1857 ROSWELL, NEW MEXICO 88201

January 25, 1983

Petroleum Development Corporation 9720-B Candelaria, NE Albuquerque, NM 87112

Lease No. NM-0556094
Well No. 1-Pedco-Johnson Federal
Sec. 34, T. 18'S., R. 32 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