August 19, 1986

Sun Exploration & Production Co. P. O. Box 1861 Midland, TX 79702

Gentlemen:

Your Application for Permit to Drill, Deepen, or Plug Back (APD) for Well Mescalero Ridge "A" Federal No. 1, Lease No. NM-0559378, 330 FNL and 1650 FWL, Section 18, T. 18 S., R. 34 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, gou will be required to re-submit the proper forms for approval.

Sincerely,

Charles S. Dahlen Area Manager

CC: RDO NMSO NMOCD (Artesia/Hobbs)



