July 20, 1937

Amoco Production Company P. O. Box 68 Hobbs, NM 88240

Gentlemen:

Your Application for Permit to Drill, Deepen, or Plug Back (APD) for Well Federal "AB" No. 2, Lease No. NM-01177-A, 660 FNL and 510 FEL, Section 35, T. 18 S., R. 33 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, you will be required to re-submit the proper forms for approval.

Sincerely,

Richard L. Manus Area Manager

cc: RDO

NMOCD (Artesia/Hobbs)

Wild St. Co. Second