Happy Oil Company P. O. Box 334 Artesia, NM 88210

Gentlemen:

Your Application for Permit to Drill, Deepen, or Plug Back (APD) for Well Triste Draw Federal No. 2, Lease NM-19620, 660' FWL and 1850' FSL, Sec. 11, T. 23 S., R. 32 E., has been cancelled.

The APD is considered expired if drilling activity hashnot 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)

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