February 15, 1990

Meridian 011 Inc. 21 Desta Drive Midland, TX 79705

Gentlemen:

Your Applications for Permit to Drill, Deepen, or Plug Back (APD) for the following wells:

30-025-30 44/ Shinnery "A" Federal No. 1, Lease No. NM-53239, Sec. 13-T18S-R32E

.30-025-30442Shinnery "A" Federal No. 2, Lease No. NM-53239, Sec. 13-T185-R32E

Shinnery "24" Federal No. 1, Lease No. NM-0392867, Sec. 24-T18S-R32E have 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,

Dintelliping

Richard L. Manus Area Manager

cc: RDO MNOCD (Artesia/Hobbs)