February 15, 1990

Mewbourne Oil Company Box 5270 Hobbs, NM 89241

Gentlemen:

Your Application for Permit to Drill, Deepen, or Plug Back (APD) for Well Cedar Lake Federal No. 3, Lease No. NM-0555297, Section 23, T. 18 S., R. 32 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 the well at a later date, you will be required to re-submit the proper forms for approval.

Sincerely,

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Richard L. Manus Area Manager

cc: RDO NMOCD (Artesia/Hobbs)