



United States Department of the Interior

BUREAU OF LAND MANAGEMENT
Carlsbad Resource Area Headquarters
P.O. Box 1778
Carlsbad, New Mexico 88221-1778
June 22, 1992



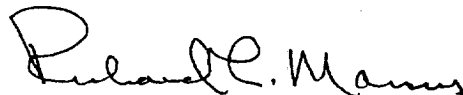
Collins & Ware, Inc.
600 W. Illinois, Suite 701
Midland, TX 79701

Gentlemen:

Your Application for Permit to Drill, Deepen, or Plug Back (APD) for well Bilbrey "31" Federal No. 1, Lease No. NM-85932, Sec. 31, T. 21 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 this well at a later date, you will be required to re-submit the proper forms for approval.

Sincerely,


Richard L. Manus
Area Manager

In'

9