



STATE OF NEW MEXICO  
ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION

POST OFFICE BOX 1980  
HOBBS, NEW MEXICO 88241-1980  
(505) 393-6181

July 14, 1998

Yates Petroleum Corp  
105 S. 4th. Street  
Artesia NM 88210

RE: CANCELLATION OF INTENT TO DRILL

Gentlemen:

Twelve months or more have elapsed since Notice of Intention to drill the following wells:

|                          |                  |               |
|--------------------------|------------------|---------------|
| Freida AFR Federal       | #1-A, 3-23s-32e  | #30-025-32197 |
| Freida AFT Federal       | #2-G-3-23s-32e   | #30-025-32198 |
| Cotton Place ANG Federal | #1-A, 10-24s-32e | #30-025-32199 |
| Cotton Place ANG Federal | #2-B-10-24s-32e  | #30-025-32200 |
| Anita ALD Federal        | #1-L, 17-21s-32e | #30-025-32134 |
| Anita ALD Federal        | #2-M, 17-21s-32e | #30-025-32135 |
| Anita ALD Federal        | #3-K, 17-21s-32e | #30-025-32220 |
| Lotis ALT State          | #1-A, 32-22s-32e | #30-025-31693 |
| Berry APN State          | #2-X, 5-21s-34e  | #30-025-33123 |
| Eidson Ranch Unit        | #3-W, 5-16s-33e  | #30-025-31667 |

To date no progress reports, form C-103, have been received. Therefore, approval of your permit to drill these wells has now expired and no drilling operations are to be initiated without further notice to and approval by the Oil Conservation Division. Pending such approval, this location will be considered as an abandoned location.

Very truly yours,

OIL CONSERVATION DIVISION

*Chris Williams*  
by *dp*

Chris Williams  
District I, Supervisor

CW:dp

cc: OCD Santa Fe  
BLM  
State Land Office  
OCD Hobbs well file

*Void*  
*7/24/98 dp*