STATE OF NEW MEXICO

ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION HOBBS DISTRICT OFFICE

February 5, 2001

1625 N. FRENCH DRIVE **HOBBS, NM 88240**

Yates Petroleum Corp
105 S. 4th. Street
105 3. 4th. Street
Artesia NM 88210
RE: CANCELLATION OF INTENT TO DRILL
Buffalo ARU State Com
#2-L, 18-16s-35e
API #30-025-34147

Gentlemen:

Twelve months or more have elapsed since Division Form C-101, Notice of Intention to drill, for the subject well was approved. To date no progress reports, Forms C-103, have been received. Therefore, approval of your permit to drill this well 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 District I, Supervisor

CW:dp

CC:

OCD Santa Fe

BLM

State Land Office OCD Hobbs well file VVIII