



STATE OF NEW MEXICO
ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT

OIL CONSERVATION DIVISION
HOBBS DISTRICT OFFICE

October 22, 1999

1625 N. FRENCH DRIVE
HOBBS, NM 88240

Santa Fe Energy Resources Inc
ATT: Terry McCullough
550 W Texas, Suite 1330

Midland, TX 79701

RE: CANCELLATION OF INTENT TO DRILL

Outland 1 State

#1-K, 1-21s-34e

API #30-025-34169

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
by dp

Chris Williams
District I, Supervisor

CW:dp

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

Void

10/25/99 *dp*