



13529

PATRICK H. LYONS
COMMISSIONER

~~State of New Mexico~~
Commissioner of Public Lands

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COMMISSIONER'S OFFICE
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May 7, 2007

Yates Petroleum Corporation
105 South Fourth Street
Artesia, New Mexico 88210-2118

Attention: Mr. W. "Lucky" Briggs

Re: Notice of Termination
Stadium State Exploratory Unit
Effective December 29, 2006
Chaves County, New Mexico

Dear Mr. Briggs:

Our records reflect that the Stadium State Exploratory Unit is in the drilling to discovery phase and the well No. 1 was plugged and abandoned on June 29, 2006. Article 8 of the Stadium State Unit agreement requires the second unit well to be drilled on or before December 29, 2006.

In your conversation with this office, on March 4, 2007, you advised that the Well No. 2 had never been drilled and since the unit has no other production the unit is considered terminated.

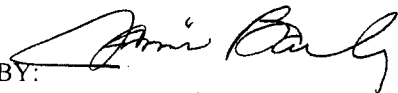
Pursuant to Article 8 of the Stadium State Exploratory Unit Agreement, please be advised that this office has terminated the Stadium State Unit Agreement effective December 29, 2006.

Please notify all interested parties of this action.

If you have any questions or if we may be of further help, please contact Pete Martinez at (505) 827-5791.

Very truly yours,

PATRICK H. LYONS
COMMISSIONER OF PUBLIC LANDS

BY: 

JAMI BAILEY, Director
Oil, Gas & Minerals Division
PL/JB/pm

pc: Reader-File, Commissioner's File
NMOCD Attention: Mr. David Catanach
TRD-Attention: Mr. Valdean Severson
RMD-Attn: Ms. Kurt McFall

-State Land Office Beneficiaries -

Carrie Tingley Hospital • Charitable Penal & Reform • Common Schools • Eastern NM University • Rio Grande Improvement • Miners' Hospital of NM • NM Boys School • NM Highlands University • NM Institute of Mining & Technology • New Mexico Military Institute • NM School for the Deaf • NM School for the Visually Handicapped • NM State Hospital • New Mexico State University • Northern NM Community College • Penitentiary of New Mexico • Public Buildings at Capital • State Park Commission • University of New Mexico • UNM Saline Lands • Water Reservoirs • Western New Mexico University

UNIT NAME: STADIUM STATE EXPLORATORY UNIT
OPERATOR: YATES PETROLEUM CORPORATION
COUNTY: CHAVES

DATE	OCC CASE NO.	TOTAL	STATE	FEDERAL	INDIAN	SEGREGATION	TERM
APPROVED	OCC ORDER NO.	ACREAGE			FEE	CLAUSE	
EFFECTIVE		960.00	960.00	0	0	STRICT	5 YEARS
08/30/2005							SO LONG AS

APPROVALS

SLO--08-30-2005
OCD--08-09-2005 CASE NO. 13529
ORDER NO. R-12399

TOWNSHIP 12 SOUTH, RANGE 26E
SECTION 15: W/2
SECTION 16: ALL

TERMINATED
EFFECTIVE DATE 12-29-06
APPROVAL DATE 5-7-07