

YESO ENERGY, INC.
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December 27, 2006

Mr. Daniel Sanchez
Oil Conservation Division
1220 South St. Francis Drive
Santa Fe, NM 87505

RE: **Agreed Compliance Order**
NMOCD-ACOI-137

Dear Sir,

Yeso Energy, Inc entered into an Agreed Compliance Order on 7/12/2006 and had four wells in violation of Rule 201. These wells were as follows:

Connie C St. #3	30-015-25587
Connie C St. #4	30-015-25648
Tracy 29 Federal #1	30-015-28142
Yates State #1	30-015-20838

The Yates St #1 was sold and is going to be re-completed to establish production by another operator and is no longer in violation or operated by Yeso Energy, Inc. The Connie C lease has also recently been sold to another operator and is in the process of doing their due diligence to close on the purchase within 30 days. This leaves the Tracy 29 Federal #1 well in which a proposal to recomplete the well in the Bone Spring Formation has just been submitted.

Due to the difficulty in which to obtain workover rigs, cement equipment to plug wells and other services, Yeso Energy respectfully requests an extension of time on the Agreed Compliance Order from December 31, 2006 to February 15, 2007. A workover rig has been committed to go to work for Yeso Energy, Inc on January 16-21, 2007 for the workover on the Tracy 29 Federal #1. Once this rig has become available to Yeso Energy, Inc there are several other wells that will be brought back into production or plugged. In the event the sale of the Connie C lease does not close by the end of January, the Connie C St. #3 and #4 will also be plugged at this time. BJ Services has also committed to allow cement trucks for plugging these wells in the event it becomes necessary by the end of January.

Yeso Energy, Inc.
Case 13921
OCD Exhibit No. 15

For these reasons, Yeso Energy, Inc would like to obtain an extension of time of 45 days in which to bring these above wells into compliance and allow for a waiver of penalties.

It has been extremely difficult to hire workover rigs in this area over the past year and now that a commitment has been obtained for a workover rig, this will allow these wells to be brought into compliance. No further extensions of time will be asked for again.

Your consideration and cooperation in this matter is greatly appreciated.

Sincerely,

H. E. Gene Lee
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