

STATE OF NEW MEXICO
ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT
OIL CONSERVATION DIVISION

IN THE MATTER OF THE APPLICATION OF YATES PETROLEUM CORPORATION FOR APPROVAL OF A PILOT PROJECT IN THE NORTH DAGGER DRAW-UPPER PENNSYLVANIAN UNIT FOR PURPOSES OF ESTABLISHING PROPER WATERFLOOD INJECTION PATTERNS AND FOR A TEMPORARY EXEMPTION FROM THE PROVISIONS OF DIVISION RULE 203 CONCERNING APPROVED TEMPORARY ABANDONMENT OF WELLS, EDDY COUNTY, NEW MEXICO.

CASE NO. 13893 (De Novo)
Order No. R-12251-C

ORDER OF THE COMMISSION

BY THE COMMISSION:

This cause came on for hearing at 9 o'clock a.m. on October 11, 2007, at Santa Fe, New Mexico, before the Oil Conservation Commission of New Mexico, hereinafter referred to as the "Commission."

NOW, on this 11th day of October, 2007, the Commission, a quorum being present, having considered the record and being fully advised in the premises,

FINDS THAT:

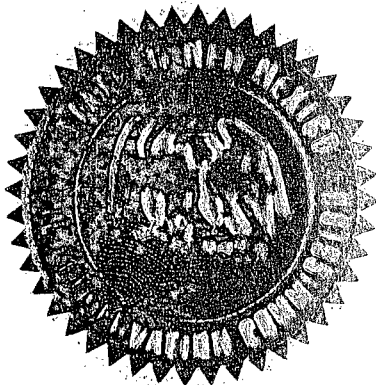
Yates Petroleum Corporation, as applicant for hearing De Novo in this case, has requested dismissal thereof and such request should be granted.

IT IS THEREFORE ORDERED THAT:

Case 13893 De Novo is hereby dismissed and Division Order No. R-12251-A is hereby continued in full force and effect until further notice.

DONE at Santa Fe, New Mexico, on the day and year hereinabove designated.

STATE OF NEW MEXICO
OIL CONSERVATION COMMISSION



A handwritten signature in cursive script, appearing to read "Jami Bailey".

JAMI BAILEY, CPG, Member

WILLIAM OLSON, Member

A handwritten signature in cursive script, appearing to read "Mark E. Fesmire".

MARK E. FESMIRE, P.E., Chair

SEAL