## PROPOSED EVIDENCE

Yates Petroleum Corporation does not intend to present evidence. However, Yates Petroleum Corporation concurs with Manzano that the disputed well is an oil well and not a gas well.

LOSEE, CARSON, HAAS & CARROLL, P.A.

ΙU

By:

A. J. Loşee

Ernest L. Carroll

P. O. Box 1720

Artesia, New Mexico 88211-1720

(505) 746-3505

Attorneys for Yates Petroleum Corporation

I hereby certify that I caused to be served by facsimile transmission a true and correct copy of the foregoing to all counsel of record this August 12, 1996.

A. J. Losee