January 27, 1997

Yates Energy Corporation P. O. Box 2323 Sunwest Centre, Suite 1010 Roswell, New Mexico 88202

RE: CASE NO. 11707

ORDER NO. R-10752

Dear Sir:

Enclosed herewith are two copies of the above-referenced Division order recently entered in the subject case.

Sincerely,

Sally E. Martinez

Administrative Secretary

cc: BLM - Carlsbad