

MARTIN YATES, III  
1912-1900  
FRANK W. YATES  
1930-1900



105 SOUTH FOURTH STREET  
ARTESIA, NEW MEXICO 88210  
TELEPHONE (505) 748-1471

S. P. YATES  
CHAIRMAN OF THE BOARD  
JOHN A. YATES  
PRESIDENT  
REYTON YATES  
EXECUTIVE VICE PRESIDENT  
RANDY G. PATTERSON  
SECRETARY  
DENNIS B. KINSEY  
TREASURER

June 24, 1992

Meridian Oil, Inc.  
21 Deata Drive  
Midland, Texas 79705

ATTN: Ms. Connie Mallk

RE: Approval of Yates Petroleum Corporation Proposal to downhole commingle production from the Bone Spring and Delaware in the Pauline ALB St. 6 located 1980' FSL, 1980' FEL, Section 32-23S-31E, Eddy Co., New Mexico.

Dear Ms. Mallk:

Yates Petroleum Corporation proposes to downhole commingle the Bone Spring from 8036' to 8046' with Delaware Sand zones from 7510' to 7936' in the referenced well. The top of the Bone Spring formation is at approximately 8000'. Our reason for doing this is to maximize productivity while minimizing expenditures.

We desire to initiate well work as soon as possible and because the New Mexico Oil and Gas Conservation Commission requires that notice be sent to the offset operators when proposing to downhole commingle, we are respectfully asking you to approve this letter stating that you have no objections to our proposal to downhole commingle the Bone Spring and Delaware formations. We would be most appreciative of a prompt response to this letter.

Please call Brian Collins at (505)748-1471 if you have questions or require further information. Please signify your approval by signing below and faxing this letter back to me (505)748-8758.

Sincerely,

*Clifton May*

Clifton May  
Permit Agent

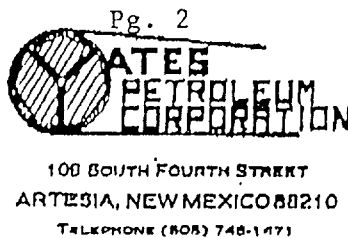
CM/cvg

We have no objection to Yates' proposal to downhole commingle the Bone Spring and Delaware formations in the Pauline ALB St. 6 (J-32-23S-31E).

Name: *Connie L. Mallk*  
Title: Regulatory Compliance Rep.  
Company: Meridian Oil Inc.  
Date: 7-13-92

RECEIVED	DATE
Yates Petroleum Corp.	4
10620	

MARTIN YATES, III  
1918-1988  
FRANK W. YATES  
1934-1994



S. P. YATES  
CHAIRMAN OF THE BOARD  
JOHN A. YATES  
PRESIDENT  
PEYTON YATES  
EXECUTIVE VICE PRESIDENT  
RANDY G. PATTERSON  
SECRETARY  
DENNIS G. JONES  
TREASURER

June 24, 1992

Phillips Petroleum Company  
4001 Panbrook  
Odessa, Texas 79762

ATTN: Mr. Larry Sanders

RE: Approval of Yates Petroleum Corporation Proposal to downhole commingle production from the Bone Spring and Delaware in the Pauline ALB St. 6 located 1880' FSL, 1880' FEL, Section 32-238-31E, Eddy Co., New Mexico.

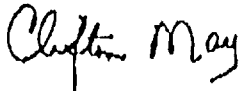
Dear Mr. Sanders:

Yates Petroleum Corporation proposes to downhole commingle the Bone Spring from 8038' to 8048' with Delaware Sand zones from 7610' to 7938' in the referenced well. The top of the Bone Spring formation is at approximately 8000'. Our reason for doing this is to maximize productivity while minimizing expenditures.

We desire to initiate well work as soon as possible and because the New Mexico Oil and Gas Conservation Commission requires that notice be sent to the offset operators when proposing to downhole commingle, we are respectfully asking you to approve this letter stating that you have no objections to our proposal to downhole commingle the Bone Spring and Delaware formations. We would be most appreciative of a prompt response to this letter.

Please call Brian Collins at (505)740-1471 if you have questions or require further information. Please signify your approval by signing below and faxing this letter back to me (505)740-9750.

Sincerely,



Clifton May  
Permit Agent

CM/cvg

We have no objection to Yates' proposal to downhole commingle the Bone Spring and Delaware formations in the Pauline ALB St. 6 (J-32-238-31E).

Name: D. R. Wier

Title: Res. Eng. Director

Company: Phillips Petr. Co.

Date: 6/24/92

TOTAL P.01

MARTIN YATES, III  
1912-1988  
FRANK W. YATES  
1936-1988



105 SOUTH FOURTH STREET  
ARTESIA, NEW MEXICO 88210  
TELEPHONE (505) 748-1471

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SECRETARY  
DENNIS G. KINSEY  
TREASURER

June 24, 1992

Enron Oil & Gas Corporation  
508 W. Wall Street, Suite 1100  
Midland, Texas 79702

ATTN: Mr. Ray Ingle

RE: Approval of Yates Petroleum Corporation Proposal to downhole commingle production from the Bone Spring and Delaware in the Pauline ALB St. 6 located 1980' FSL, 1980' FEL, Section 32-23S-31E, Eddy Co., New Mexico.

Dear Mr. Ingle:

Yates Petroleum Corporation proposes to downhole commingle the Bone Spring from 8036' to 8046' with Delaware Sand zones from 7510' to 7936' in the referenced well. The top of the Bone Spring formation is at approximately 8000'. Our reason for doing this is to maximize productivity while minimizing expenditures.

We desire to initiate well work as soon as possible and because the New Mexico Oil and Gas Conservation Commission requires that notice be sent to the offset operators when proposing to downhole commingle, we are respectfully asking you to approve this letter stating that you have no objections to our proposal to downhole commingle the Bone Spring and Delaware formations. We would be most appreciative of a prompt response to this letter.

Please call Brian Collins at (505)748-1471 if you have questions or require further information. Please signify your approval by signing below and faxing this letter back to me (505)748-9758.

Sincerely,

Clifton May  
Permit Agent

CM/cvg

We have no objection to Yates' proposal to downhole commingle the Bone Spring and Delaware formations in the Pauline ALB St. 6 (J-32-23S-31E).

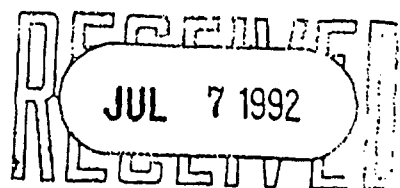
Name: R J J L  
Title: Division Operations Manager  
Company: Enron Oil & Gas  
Date: 24 June '92



Pg. 4  
**Santa Fe Energy Operating Partners, L.P.**

Santa Fe Pacific Exploration Company  
Managing General Partner

July 6, 1992



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

Attention: Mr. Clifton May  
Permit Agent

Re: Approval of Yates Petroleum  
Corporation Proposal to downhole  
commingle Pauline ALB State 6  
Eddy County, New Mexico

Gentlemen:

Enclosed please find waiver letter regarding your proposal to commingle production from the Bone Spring and Delaware in the Pauline ALB State 6 well. This letter has been signed by Santa Fe subject to Yates Petroleum Corporation's agreement to waive any objections to a similar proposal on Santa Fe's offset acreage.

Should you have any questions, please feel free to contact me.

Yours very truly,

SANTA FE ENERGY OPERATING PARTNERS, L.P.  
By: Santa Fe Pacific Exploration Company,  
Managing General Partner

By: Gary Green  
Gary Green, Division Landman

GG:pr

Enclosure a/s

pr2302

Permian Basin District  
550 W. Texas, Suite 1330  
Midland, Texas 79701  
915/687-3551

MARTIN YATES, III  
1912 - 1985  
FRANK W. YATES  
1938 - 1988



105 SOUTH FOURTH STREET  
ARTESIA, NEW MEXICO 88210  
TELEPHONE (505) 748-1471

S. P. YATES  
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RANDY G. PATTERSON  
SECRETARY  
DENNIS G. KINSEY  
TREASURER

June 24, 1992

Santa Fe Energy Co  
500 W. Illinois  
Midland, Texas 79701

ATTN: Mr. Gary Green

RE: Approval of Yates Petroleum Corporation Proposal to downhole commingle production from the Bone Spring and Delaware in the Pauline ALB St. 6 located 1980' FSL, 1980' FEL, Section 32-23S-31E, Eddy Co., New Mexico.

Dear Mr. Green:

Yates Petroleum Corporation proposes to downhole commingle the Bone Spring from 8038' to 8046' with Delaware Sand zones from 7510' to 7936' in the referenced well. The top of the Bone Spring formation is at approximately 8000'. Our reason for doing this is to maximize productivity while minimizing expenditures.

We desire to initiate well work as soon as possible and because the New Mexico Oil and Gas Conservation Commission requires that notice be sent to the offset operators when proposing to downhole commingle, we are respectfully asking you to approve this letter stating that you have no objections to our proposal to downhole commingle the Bone Spring and Delaware formations. We would be most appreciative of a prompt response to this letter.

Please call Brian Collins at (505)748-1471 if you have questions or require further information. Please signify your approval by signing below and faxing this letter back to me (505)748-9758.

Sincerely,

Clifton May  
Permit Agent

CM/cvg

\*We have no objection to Yates' proposal to downhole commingle the Bone Spring and Delaware formations in the Pauline ALB St. 6 (J-32-23S-31E).

Name: Gary Green  
Gary Green  
Title: Division Landman  
Santa Fe Energy Operating Partners, L.P.  
Company: \_\_\_\_\_  
Date: July 6, 1992

\* Subject to Yates Petro.  
Corporation's agreement  
any objections to a simi  
proposal on Santa Fe's o  
acreage.