



February 12, 1990

AIRBORNE EXPRESS

Yates Petroleum Corporation  
105 South Fourth Street  
Artesia, NM 88210

Attn: Mr. Robert Bullock

Re: Farmout Letter Agreement  
Township 19 South, Range 32 East  
Sec. 35: N/2  
Lea County, New Mexico

Gentlemen:

We are returning unexecuted the referenced farmout agreement. Anadarko regrets that it will not be able to drill the Test Well, and we hope that you will be successful in getting a well commenced on your lease prior to expiration. We enclose for your benefit abstracts and title opinion we had prepared, and copies of permits we filed to obtain clearance to drill.

We will cooperate with you to have the APD changed to reflect Yates as Operator. Please contact Mr. Jerry Buckles in our Artesia, New Mexico office 505/748-3368 concerning any questions about permits, archeological clearance, or right-of-way.

We will send you a check to reimburse you for the sixth year rental.

Yours very truly,

A handwritten signature in dark ink, appearing to read "M. R. Goode", written over a horizontal line.

Michael R. Goode  
Division Landman

MRG/jad

cc: Jerry Buckles

mrgyates

YATES PETROLEUM CORPORATION  
Case No. 9964  
06/27/90 Examiner Hearing  
Exhibit No. 9



February 22, 1990

TELECOPIED 505 885-9264

United States  
Bureau of Land Management  
P. O. Box 1778  
Carlsbad, NM 88228

Attn: Shannon Shaw

Re: NM-59392; NM-82341(NE)  
APD Yates "35" Federal No. 1.  
Section 35, T19S-R32E,  
Lea County, New Mexico

Gentlemen:

Anadarko Petroleum Corporation recently initiated an APD for the referenced well, including the application for right-of-way NM-82341(NE), in anticipation of drilling the well under a farmout agreement from Yates Petroleum Corporation, MYCO Industries, Inc., Yates Drilling Company, and Abo Petroleum Corporation. Due to a change of plans Anadarko does not wish to drill the well; however, we do request that you allow Yates Petroleum Corporation to assume Anadarko's position under both the APD and application for right-of-way so that they may drill the well prior to lease expiration.

If you need anything further from Anadarko necessary to accomplish our request, please advise.

Yours very truly,

A handwritten signature in dark ink, appearing to read "Michael R. Goode".

Michael R. Goode  
Division Landman

MRG/jad

cc: Yates Petroleum Corporation  
105 South Fourth St.  
Artesia, NM 88210  
Attn: Mr. Robert Bullock  
Telecopied 505 746-6480