State of New Mexico Energy, Minerals and Natural Resources Department

Susana Martinez

Governor

David Martin
Cabinet Secretary-Designate

Brett F. Woods, Ph.D. Deputy Cabinet Secretary Jami Bailey
Division Director
Oil Conservation Division



September 12, 2913

YATES PETROLEUM CORP. 105 S. 4TH STREET ARTESIA, NM 88210

RE: CANCELLATION OF INTENT TO DRILL

SEE ATTACHED LIST

Gentlemen:

Two years or more have elapsed since Division form C-101; Intent to Drill for the subject well was approved. To date no progress reports have been received. Therefore, approval of your permit to drill this well has expired and no operations are to be initiated without further notice to and approval by the Oil Conservation Division

If the work to drill this well has been done, please file subsequent reports (Form C-103) of this work immediately to bring this file into current status.

Truly yours,

OIL CONSERVATION DIVISION

EL Congales

E.L. Gonzales, Acting Supervisor, Hobbs OCD

CC: OCD Santa Fe

OCD Hobbs

BLM

State Land Office

SEP 1 6 2013

Son

YATES PETROLEUM CORP

REBA BNT STATE COM #2-B, 32-11S-35E; API # 30-025-40241

REBA BNT STATE COM #3-E, 32-11S-35E; API # 30-025-40242

KRIS BMX STATE COM #4-C, 29-11S-34E; API # 30-025-40164

CARPER MCALESTER ATE STATE #3-B, 25-11S-34E; API # 30-025-40094

LIMBAUGH AYO STATE #3-H, 12-12S-34E; API # 30-025-40112

HARRIS AAU STATE #3-E, 12-14S-33E; API # 30-025-40121

FENDER BPT STATE COM #3-P, 3-10S-32E; API # 30-025-39226

PATSY STATE UNIT #1-A, 15-12S-31E; API # 30-005-29020

PATSY STATE UNIT #3-D, 10-12S-31E; API # 30-005-29022

PATSY STATE UNIT #5-H, 35-11S-31E; API # 30-005-29023