



Ray Powell, M.S., D.V.M.
COMMISSIONER

State of New Mexico
Commissioner of Public Lands

310 OLD SANTA FE TRAIL
P.O. BOX 1148
SANTA FE, NEW MEXICO 87504-1148

RECEIVED OCD

2011 MAR 28 AM 11:09
COMMISSIONER'S OFFICE

Phone (505) 827-5760
Fax (505) 827-5766
www.nmstatelands.org

March 17, 2011

Yates Petroleum Corporation
105 South Fourth Street
Artesia, New Mexico 88210-2118

Attn: Ms. Janet Richardson

Re: Voluntary Termination
Recif Unit
Eddy County, New Mexico

Dear Ms. Richardson:

Your letter of February 9, 2011 requesting termination of the Recif Unit in Eddy County has been received by this office. As operator of the captioned unit, your letter notifies this office that the Recif Unit Well No. 1 was drilled and completed as a non-commercial Morrow well on July 10, 2008, and a second well was never drilled.

By their letter of March 11, 2011 the Bureau of Land Management terminated the Recif unit effective February 9, 2011.

Please be advised that pursuant to Article 9 of the unit agreement, this office concurs with the Bureau of Land Management and has this date terminated the Recif Unit.

Please notify all interested parties of this action.

If you have any questions or if we may be of further help, please contact Pete Martinez at (505) 827-5791.

Very truly yours,

RAY POWELL, M.S., D.V.M.
COMMISSIONER OF PUBLIC LANDS

BY: *Larry J. Roybal*
LARRY J. ROYBAL, Deputy Director
Oil, Gas and Minerals Division
(505) 827-5744
RP/LR/pm

cc: OCD-Santa Fe Attn: Mr. Ed Martin
BLM-Carlsbad Attn: Mr. Weslie Ingram
TRD-Attn: Mr. Valdean Severson
RMD-Attn: Mr. Kurt McFall
Reader file

UNIT NAME: RECIF STATE EXPLORATORY UNIT
OPERATOR: YATES PETROLEUM CORPORATION
COUNTY: EDDY

DATE APPROVED	OCD CASE NO. OCD ORDER NO.	TOTAL ACREAGE	STATE	FEDERAL	INDIAN FEE	SEGREGATION CLAUSE	TERM
EFFECTIVE 7/10/2007	CASE NO. 13922 ORDER NO. R-12765	5,207.37	83.25	5,004.12	120	MODIFIED	5 YEARS & SO LONG AS

APPROVALS

SLO-7/10/2007
OCD-6/13/2007

TERMINATED
EFFECTIVE DATE 2-9-2011
APPROVAL DATE 3-17-2011

TOWNSHIP 22 SOUTH, RANGE 23 EAST

SECTION 30: All
SECTION 31: All

TOWNSHIP 23 SOUTH, RANGE 23 EAST

SECTIONS 5 through 8: All
SECTIONS 18 and 19: All