



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

State of New Mexico
Commissioner of Public Lands

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COMMISSIONER'S OFFICE

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February 11, 2011

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

Attn: Ms. Janet Richardson

Re: Commercial Well Determination
Recif Unit Well No. 1
API # 30-015-35939
NW/4NE/4 7-23S-23E
Eddy County, New Mexico

Dear Ms. Richardson:

We are in receipt of your correspondence of August 31, 2009, wherein Yates Petroleum Corporation has submitted data that supports your non-commercial determination regarding the following Recif Unit Well:


Well Name and Number	Location	Completion Date	Formation	Determination
Recif Unit Well #1	NW/4NE/4 Sec. 7-23S-23E	7/10/08	Morrow	Non-Commercial

The Bureau of Land Management by their letter of 8/6/2010 concurred with your non-commercial determination. Please be advised that, according to the data submitted, the Commissioner of Public Lands concurs with both the BLM and your determination that the Recif Unit Well No. 1 is a non-commercial well in the Morrow formation. This well should be reported on a lease basis.

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, Deputy Director
Oil, Gas and Minerals Division
(505) 827-5744

RP/LR/pm

cc: OCD-Santa Fe, Attention: Mr. Ed Martin
BLM Carlsbad-Attn.: Mr. Wesley Ingram
OCD-Attn.: Mr. Ed Martin
TRD-Attn.: Mr. Valdean Severson
RMD-Attn.: Mr. Kurt McFall