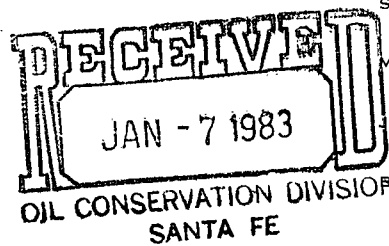




207 SOUTH FOURTH STREET
ARTESIA, NEW MEXICO 88210

TELEPHONE (505) 748-1331



S. P. YATES
PRESIDENT
MARTIN YATES, III
VICE PRESIDENT
JOHN A. YATES
VICE PRESIDENT
W. HARPER
SEC. TREAS.

January 5, 1983

Mr. Joe Ramey, Secretary-Director
New Mexico Oil Conservation Division
P. O. Box 2088
Santa Fe, New Mexico 87503

1646
NSL
Abo Gas
Rule 104 F
1-27-83

Re: Federal "BQ" #8
940' FNL and 1550' FWL
Section 27-T17S-R25E
Eddy County, New Mexico

Dear Sir,

Yates Petroleum Corporation is proposing to drill the above referenced well. We are requesting administrative approval for this unorthodox location. The reason for moving this well is due to a tank battery that is on the original location of 990' FSL and 1650' FWL.

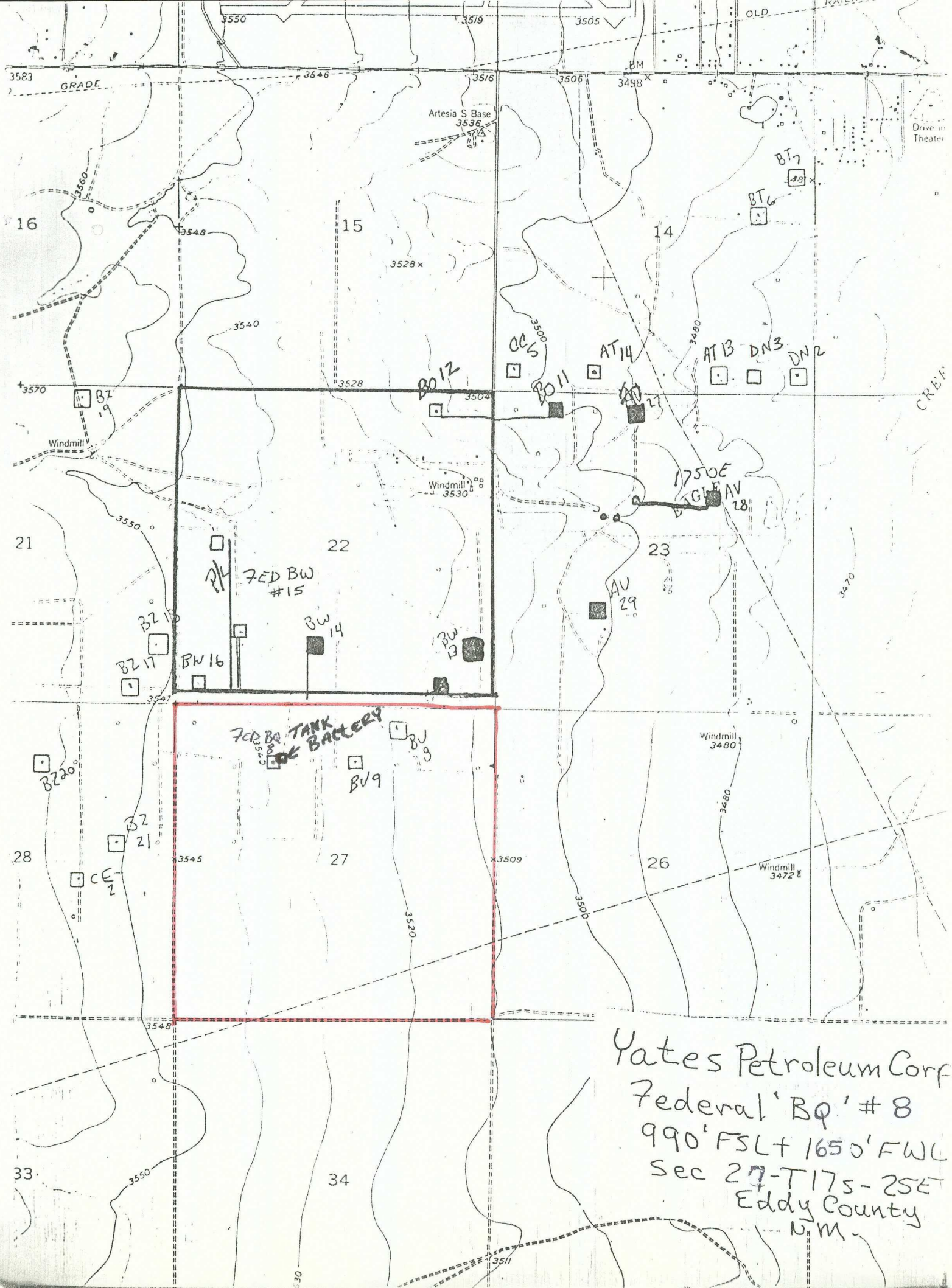
Enclosed is a topographical map showing the location and a lease map. All offsetting lease acreage is owned by Yates Petroleum Corporation.

Thank you for your help in this matter.

Sincerely,

Cy Cowan
Regulatory Coordinator
YATES PETROLEUM CORPORATION

CC/dw



Yates Petroleum Corp
Federal 'Bq' # 8
990' FSL + 1650' FWL
Sec 27-T17s-2SE
Eddy County
NM