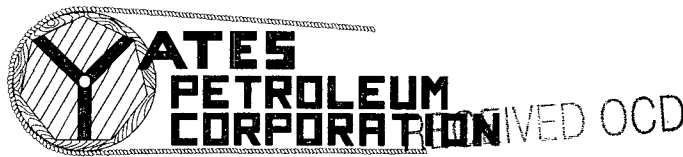


MARTIN YATES, III
1912-1985

FRANK W. YATES
1936-1986

S.P. YATES
1914-2008



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ARTESIA, NEW MEXICO 88210-2118
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CHIEF FINANCIAL OFFICER

March 4, 2011

Williams V. Jones
Oil Conservation Division
1220 South St. Francis Drive
Santa Fe, NM 87505

Re: Permit Disposal SWD-1204
Huapache SWD #1
API 30-015-21248

Dear Mr. Jones,

We respectfully request an extension of Administrative Order SWD-1204 that expired on March 1, 2011. Yates Petroleum has been negotiating with the BLM for surface occupancy rights and Right-of-Ways for the said well and possibly the additional acreage needed for the off-lease facilities.

If you have any questions, please call me at (575)-748-4219.

Thank you.

Sincerely,

Mike Hill
Area Engineer