

NEW MEXICO OIL CONSERVATION DIVISION
POST OFFICE BOX 2088
SANTA FE, NEW MEXICO 87501

OFF-LEASE STORAGE ORDER OLS-127

Company: Yates Petroleum Corp.
Address: 207 South Fourth Street
City, State, Zip: Artesia, New Mexico 88210
Attention: Johnny Morgan.

As an exception to the requirements of Rule 309-A of the Division Rules and Regulations, and pursuant to the provisions of Rule 309-C, the above-named company is hereby authorized off-lease storage for Atoka Yeso-San Andres pool production from the following lease:

Lease Name: Bryan "ME"
Description: Unit F, Sec. 33, T-18-S, R-26-E, NMPM, Eddy County

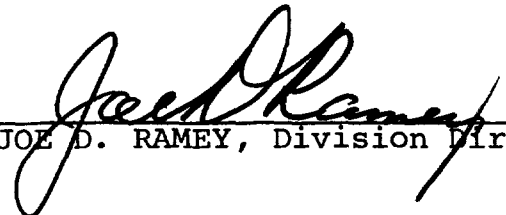
The aforesaid production is to be transported prior to measurement to its own tank battery to be located in

Unit Letter C Section 33 Township 18 South Range 26 East
on the Cleveland Lease.

Note: This installation shall be operated in accordance with the provisions of Rules 309-A and 309-B of the Division Rules and Regulations, and there shall be no intercommunication of the handling, separating, treating, or storage facilities designated to each of the above leases.

REMARKS:

DONE at Santa Fe, New Mexico, on this 19th day of May, 1981.



JOE D. RAMEY, Division Director