MARTIN YATES, III 1912 - 1985 FRANK W. YATES 1936 - 1986



105 SOUTH FOURTH STREET ARTESIA, NEW MEXICO 88210-2118 TELEPHONE (505) 748-1471

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TREASURER

February 11, 2004

Mr. Bryan Arrant Oil Conservation Division, District II Office 1301 W. Grand Ave. Artesia, NM 88210

30-015-334c1

Re: Meda

Medano VA State #8 660' FSL and 330'FEL Section 16, T23S-R31E Eddy County, New Mexico H2S Contingency Plan RECEIVED

FEB 1 3 7004 OCD-ARTESIA

Sources at Yates Petroleum Corporation have relayed information to me that they believe there will not be enough H2S anticipated from the surface to the Los Medano Delaware Formation to even meet the OCD's minimum requirements for the submission of a contingency plan per Rule 118.

Thank you,

YATES PETROLEUM CORPORATION

Debbie L. Caffall

Regulatory Technician