

New Mexico Energy, Minerals and Natural Resources Department

Bill Richardson
Governor

Joanna Prukop
Cabinet Secretary
Reese Fullerton
Deputy Cabinet Secretary

Mark Fesmire
Division Director
Oil Conservation Division



November 19, 2008

Yates Petroleum Corp
105 S. 4th
Artesia, NM 88210

Dear Operator:

A review of files indicates the Applications for Permit to drill (Form C-101) for the following wells has expired or will expire on the dates indicated.

Terry FU #3-H; 30-015-35262
Poker BIX #2; 30-015-35288
Marmot BJF St Com #1; 30-015-35338

Date of Expiration
12/1/2008
12/19/2008
12/29/2008

If drilling operations have commenced on the referenced wells, please contact this office and send all necessary reports (Spud Notice, Casing and Cementing) to the Artesia District Office of the NM OCD, so we may correct our records.

If contact is not made prior to "Date of Expiration" we will consider the "Date " to be valid and Cancel the APD effective that date.

Sincerely,

A handwritten signature in black ink, appearing to read "Gerry Guye", written over a horizontal line.

Gerry Guye
Compliance Officer
NMOCD District II, Artesia
(505) 748-1283 ext 105
Cell (505) 626-0843
e-mail: gerry.guye@state.nm.us

