

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

207 SOUTH FOURTH STREET ARTESIA, NEW MEXICO 88210 TELEPHONE (505) 748-1331

November 15, 1982

Mr. George Stewart Minerals Management Service Federal Building Roswell, New Mexico 88201

Re: Mike Harvey "TR" Fed #4

Dear Mr. Stewart,

Yates Petroleum Corporation has submitted an application to drill a well on surface owned by James Ewart, P. O. Box 1122, Dunlap Rt., Roswell, New Mexico 88201. This well is located in Section 3-T5S-R24E, 1980' FNL and 1980' FWL.

In an on-site visit with Mr. Ewart, it was agreed that we would compensate him monetarily for the surface damages incurred. After drilling has been completed, the pit area will be leveled after it is dry and along with the pad will be left to reseed naturally.

Sincerely,

Cy Couran

Cy Cowan Regulatory Coordinator YATES PETROLEUM CORPORATION

CC/dw