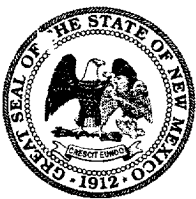


Well File



NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

GARY E. JOHNSON
Governor
Jennifer A. Salisbury
Cabinet Secretary

Lori Wrotenbery
Director
Oil Conservation Division

RECEIVED
2001 FEB -6 P 12:07
OIL CONSERVATION DIV.
POTASH AREA

Bureau of Land Management
620 East Greene Street
Carlsbad, NM 88220-6292
Attn: Craig Cranston

RE: APPLICATION FOR PERMIT TO DRILL IN POTASH AREA

OPERATOR: YATES PETROLEUM CORPORATION
LEASE NAME: GRAHAM 'AKB' STATE #9
LOCATION: SEC. 2, TOWNSHIP 22 SOUTH, RANGE 31 EAST,
330' FNL & 330' FWL, EDDY COUNTY, NM, NMPPM

PROPOSED DEPTH: 8500'

Dear Craig or To Whom It May Concern,

The application for permit to drill identified above has been filed with this office of the New Mexico Oil Conservation Division. Pursuit to the provisions of Oil Conservation Division Order R-111-P, please advise this office whether or not this application is within an established Life-of-Mine Reserve area filed with and approved by your office. If not, please advise whether it is within the buffer zone established by this order.
Thank you for your assistance.

Sincerely,

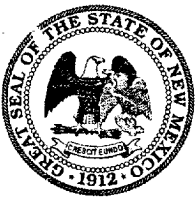
Bryan G. Arrant
PES, District II Artesia NMOCD

In LMR	Yes <u>*</u>	No <u> </u>
In Buffer Zone	Yes <u> </u>	No <u>*</u>



Comments:

Signature: *Craig Cranston* BLM Date: 2-6-2001



NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

GARY E. JOHNSON
Governor
Jennifer A. Salisbury
Cabinet Secretary

Lori Wrotenbery
Director
Oil Conservation Division

New Mexico State Land Office
P.O. Box 1148
Santa Fe, NM 87405
Attn: Joe Mraz

RE: APPLICATION FOR PERMIT TO DRILL IN POTASH AREA

OPERATOR: YATES PETROLEUM CORPORATION
LEASE NAME: GRAHAM 'AKB' STATE # 9
LOCATION: SEC. 2, TOWNSHIP 22 SOUTH, RANGE 31 EAST,
330' FNL & 330' FWL, EDDY COUNTY, NM, NMPM

PROPOSED DEPTH: 8500'

Dear Joe or To Whom It May Concern,

The application for permit to drill identified above has been filed with this office of the New Mexico Oil Conservation Division. Pursuit to the provisions of Oil Conservation Division Order R-111-P, please advise this office whether or not this application is within an established Life-of-Mine Reserve area filed with and approved by your office. If not, please advise whether it is within the buffer zone established by this order.

Thank you for your assistance.

Sincerely,

Bryan G. Arrant
PES, District II Artesia NMOCD

In LMR	Yes _____	No _____
In Buffer Zone	Yes _____	No _____

Comments:

Signature: _____ Date: _____