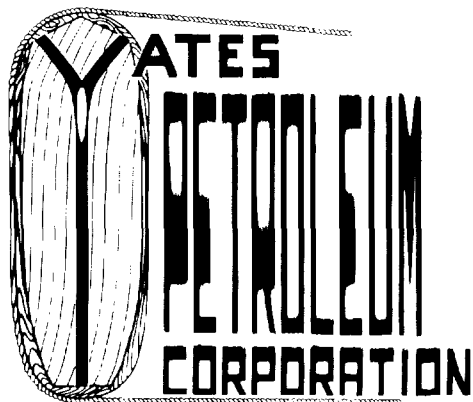


MARTIN YATES, III

1912 - 1983

FRANK W. YATES
1936 - 1986



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

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TREASURER

C. A. R. 16

April 11, 2001

State of New Mexico
OIL CONSERVATION DIVISION
2040 S. Pacheco Street
Santa Fe, NM 87505-5472

Dear Sir,

Enclosed please find the "Affidavit of Publication" for the proposed Handicapper SWD #1 C-108 (Application for Authority to Inject) located in Unit B of Section 3-T10S-R26E, Chaves County, New Mexico.

Should you have any questions, please feel free to contact me at (505) 748-4182.

Sincerely,

James W. Pringle
Operations Engineer

Enclosure

AFFIDAVIT OF PUBLICATION

COUNTY OF CHAVES
STATE OF NEW MEXICO

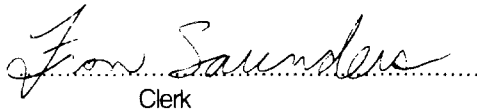
I, Fran Saunders
Legals Clerk

Of the Roswell Daily Record, a daily newspaper published at Roswell, New Mexico, do solemnly swear that the clipping hereto attached was published in the regular and entire issue of said paper and not in a supplement thereof for a period of:

one time

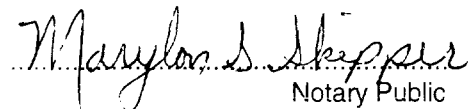
beginning with issue dated
March 25th 2001

and ending with the issue dated
March 25th 2001


Clerk

Sworn and subscribed to before me

This 27th day of
March 2001


Notary Public

My Commission expires
July 25, 2002

(SEAL)

Publish March 25, 2001

Legal Notice

Yates Petroleum Corporation, 105 South Fourth Street, Artesia, NM 88210, has filed form C-108 (Application for Authorization to Inject) with the New Mexico Oil Conservation Division seeking administrative approval for an injection well. The proposed well, the "Handicapper SWD #1" located 660' FNL & 1980' FEL of Section 3, Township 10 South, Range 26 East of Chaves County, New Mexico, will be used for salt water disposal. Disposal waters from the Ordovician, Permian, Wolfcamp, and Abo will be re-injected into the Ordovician at a depth of 6,038'-6,268' with a maximum pressure of 1300 psi and a maximum rate of 5,000 BWPD.

All interested parties proposing the aforementioned must file objections or requests for a hearing with the Oil Conservation Division, 2040 S. Pacheco Street, Santa Fe, NM 87505-5472, within 15 days. Additional information can be obtained by contacting the Oil Conservation Division at 875-738-4182.