

2008 JUL 22 State of New Mexico

Commissioner of Public Lan 310 old santa fe trail P.O. BOX 1148 Santa fe, new Mexico 87504-1148 **COMMISSIONER'S OFFICE**

Phone (505)^{*}827-5760 Fax (505) 827-5766

www.nmstatelands.org

July 21, 2008

LYONS

Yates Petroleum Corporation 105 South Fourth Street Artesia, New Mexico 88210-2118

Attn: Mr. Cody Moore

Re: 2008 Plan of Development Elvis State Unit Lea County, New Mexico

Dear Mr. Moore:

The Commissioner of Public Lands has, of this date, approved the referenced Plan of Development. Our approval is subject to like approval by all other appropriate agencies. The possibility of drainage by wells outside the unit area, and the need for further development of the unit may exist; therefore, we may contact you at a later date regarding these possibilities.

If you have any questions or if we may be of further help, please contact Pete Martinez at (505) 827-5791.

Very truly yours,

PATRICK H. LYONS COMMISSIONER OF PUBLIC LANDS

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JAMI BAILEY, Director Oil, Gas and Minerals Division (505) 827-5744

PL/JB/jm xc: Reader File

OCD

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