



PATRICK H. LYONS
COMMISSIONER

State of New Mexico
Commissioner of Public Lands

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June 17, 2009

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

13188

Attn: Ms. Janet Richardson

Re: Voluntary Termination
Samuel Smith Unit
Eddy County, New Mexico

Dear Ms. Richardson:

Your letter of June 3, 2009 has been received by this office. As operator of the captioned unit, your letter requests the voluntary termination of the Samuel Smith Unit Agreement. Enclosed with your letter of June 3, 2009 are ratifications of over 99% of the working interest owners requesting the unit termination.

Pursuant to Article 20 of the Samuel Smith Unit Agreement, please be advised that this office has terminated the Samuel Smith Unit Agreement effective June 17, 2009. This action is subject to like approval by the Bureau of Land Management.

Please notify all interested parties of this action.

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

for BY: *Larry W. Rysdal*
JAMI BAILEY, Director
Oil, Gas & Minerals Division
PL/JB/pm

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pc: Reader File
NMOCD Attention: Mr. Ed Martin
TRD-Attention: Mr. Valdean Severson
RMD-Attn: Mr. Kurt McFall
Jeff Albers
BLM - Carlsbad, NM Attn: Mr. Wesley Ingram

-State Land Office Beneficiaries -

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