

CENTRAL

RESOURCES, INC.

Mr. Derrick Stallings
Reservoir Engineer
Yates Petroleum Corporation
105 South Fourth Street
Artesia, NM 88210

November 28, 1995

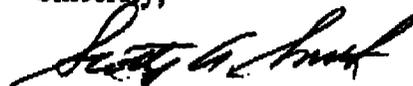
To whom it concerns,

This letter is to serve notice of Central Resources' support for the optional 80 acre spacing ruling within the Greater Pecos Slope Field as proposed by Yates Petroleum Corporation.

Central Resources, Incorporated currently operates 19 wells within the Pecos Slope Field; located in townships T5S/R25E and T7S/R26E, Chaves County, New Mexico. Our understanding of the depositional setting and complexity of the reservoir geometry suggests the feasibility of 80 acre spacing in specific areas within the current field boundaries. Through verbal communication, we understand that Yates Petroleum Corporation's pilot infill drilling program has proven the economic viability of 80 acre spacing.

If more specific communication is desired, please feel free to contact me at (303)-830-0100.

Sincerely,



Scotty Smith
Senior VP of Operations

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