

MARTIN YATES, III
1912 - 1985
FRANK W. YATES
1936 - 1986



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

S. P. YATES
CHAIRMAN OF THE BOARD
JOHN A. YATES
PRESIDENT
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EXECUTIVE VICE PRESIDENT
RANDY G. PATTERSON
SECRETARY
DENNIS G. KINSEY
TREASURER

October 1, 2004

New Mexico Oil Conservation Division
1301 West Grand
Artesia, NM 88210

Attention: Mr. Bryan Arant

Via Fax
API #30-015-33585
Barkis BEK State Com. #1
1980' FSL and 1340' FEL
Section 30, T18S-R28E
Eddy County, New Mexico

Dear Mr. Arant:

Please be advised Yates Petroleum Corporation wishes to cancel the captioned Application For Permit To Drill approved by your office on August 27, 2004.

Your earliest attention to this matter will be greatly appreciated.

Thank you for your concern in this matter.

Very truly yours,

YATES PETROLEUM CORPORATION

Cy Cowan
Regulatory Agent
/cyc