



207 SOUTH FOURTH STREET
ARTESIA, NEW MEXICO 88210

TELEPHONE (505) 746-3558

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FEB 20 1980

O. C. D.
ARTESIA, OFFICE

S. P. YATES
PRESIDENT
MARTIN YATES, III
VICE PRESIDENT
JOHN A. YATES
VICE PRESIDENT
B. W. HARPER
SEC. TREAS.

February 18, 1980

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FEB 19 1980

U.S. DEPARTMENT OF THE INTERIOR
ARTESIA, NEW MEXICO

U.S.G.S.
P.O. Drawer U
Artesia, New Mexico 88210

Re: Spearman KQ Federal #1 ✓

Gentlemen:

Yates Petroleum Corporation has submitted an application to drill a well on surface patented to Lincoln County Land & Cattle Co., Roswell, New Mexico. This well is located 1980' FSL and 1980' FWL of Section 13, T18S-R24E in Eddy County.

In a telephone conversation with Robert B. Anderson, it was agreed that we would compensate the company monetarily for the surface damaged in drilling this well. Also that in the event of a dry hole, we would leave the location and road to reseed naturally.

Sincerely,

YATES PETROLEUM CORPORATION

Rod Rodriguez
Geographer

RR/ob