

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



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

S. P. YATES
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DENNIS G. KINSEY
TREASURER

January 28, 1991

Mr. Bob Lane
New Mexico Potash
P. O. Box 610
Hobbs, NM 88241

Dear Mr. Lane:

Yates Petroleum Corporation is the operator of the State Oil & Gas Lease LG-9280. We have staked the following location:

Mary AIV State #1
1980' FNL & 1980' FEL
Sec. 36-T21S-R31E
Eddy County, NM

Application to Drill has been filed with the Oil Conservation District.

We have been advised that your company is the owner of record of certain potash leases in this area. We respectfully request that you waive any objection you may have to these proposed wells and so indicate by signing and returning one copy of this letter in the enclosed envelope.

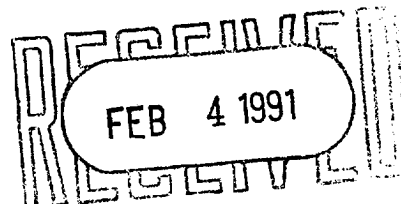
Your favorable consideration of this request will be greatly appreciated.

Sincerely,

YATES PETROLEUM CORPORATION

Clifton R. May
Permit Agent

CRM:jh



NO OBJECTIONS OFFERED

NEW MEXICO POTASH

By
Title Supt. New Engineering
Date 1/31/91