

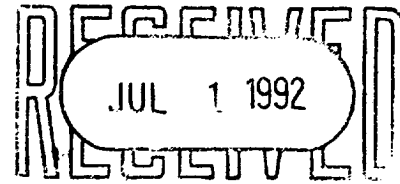


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Telephone: (505) 887-2871

June 29, 1992



Clifton R. May
Permit Agent
Yates Petroleum Corporation
105 South Fourth St.
Artesia, NM 88210

Dear Mr. May:

We received your letter notifying us that Yates staked a location in Section 32 of T-23-S, R-31-E, NMPM. The well name is the Pauline ALB State #6.

This well location is not within the buffer of our LMR therefore IMCF offers no objection to it.

Should you have any questions, please feel free to call me.

Sincerely,

Dan Morehouse
Mine Manager

DM:tmh