



United States Department of the Interior

BUREAU OF LAND MANAGEMENT

Roswell District Office
2909 West Second Street
Roswell, New Mexico 88201

IN REPLY REFER TO

NM 90847
3180

APR 27 1998

RECEIVED
OCD - ARTESIA

CERTIFIED MAIL RETURN RECEIPT REQUEST
P 144 849 350

Yates Petroleum Corporation
Bonnie Floore
105 South Fourth Street
Artesia, New Mexico 88210

RE: Six (6) Month Extension for the Big Freddy Unit, Eddy County, New Mexico

Dear Ms. Floore:

In regards to our discussions concerning the commercial well determination of the Big Freddy Unit Agreement (No. NM 90847), the Big Freddy Unit No. 01 was completed on 11-27-97 in the Morrow formation and Yates Petroleum is requested a commercial well determination in the Cisco Penn formation. The request is based on an initial 24 hour production of 1972 MCFGPD.

A six (6) month extension is granted to extend the time limit for the operator to either submit a commercial well determination based on actual production or drill a second well according to Section 9 of the unit agreement.

Therefore, the six (6) month extension is granted until 11-27-98. Should you have any questions regarding this matter, contact Gary Gourley at the Division of Mineral at 505-627-0249.

Sincerely,

(ORIG. SGD.) ARMANDO A. LOPEZ

Armando Lopez
Acting Assistant District Manager,
Minerals

cc:

RDO(Fileroom, G. Gourley)

CRA (E. Inman, J. Amos)

Commissioner of Public Lands (P. Martinez)

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