

# OFFICIAL FILE COPY

DEC 23 1992

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O. C. D.  
ARTESIA OFFICE

3160 (067)  
NM-80645

CCC-11-18-92

Rem 12/16/92

JLP RING 12/17/92

fm Cone  
12/17/92

CERTIFIED--RETURN RECEIPT REQUESTED  
P 864 872 746

Yates Petroleum Corporation  
Attention: Clifton R. May  
105 South Fourth Street  
Artesia, NM 88210

RE: Lily "ALY" Federal Well No. 1  
NM-80645  
660' FNL & 660' FEL, Sec. 3, T24S, R31E  
Eddy County, New Mexico

Dear Mr. May:

On November 10, 1992, Yates Petroleum Corporation filed an Application for Permit to Drill (APD) at the above referenced location. I am pleased to approve your APD at the present location. Your copy of the APD, with attached stipulations, is enclosed.

Through our analysis of the APD, we have determined that the well site is located a sufficient distance from minable ore zones that potash resources should not be impacted.

If you need any additional information, please contact Tony Herrell in the Carlsbad Resource Area at (505) 887-6544.

Sincerely,

Larry L. Woodard

Larry L. Woodard  
State Director

1 Enclosure

bcc:

NM (910, L. Woodard)  
NM (920, R. Smith)  
NM (060, L. Cone)  
NM (060, A. Lopez)  
NM (067, T. Herrell)

067:CCranston:ls:11/17/92:A:\31lily#1.AL