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



S. P. YATES CHAIRMAN OF THE BOARD JOHN A. YATES PRESIDENT PEYTON YATES EXECUTIVE VICE PRESIDENT RANDY G. PATTERSON SECRETARY DENNIS G. KINSEY TREASURER

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

October 14, 1998

New Mexico Oil Conservation Division 811 South First Street Artesia, New Mexico 88210

Attention: Mr. Tim Gumm

Re: Aristotle ASK State Com. #1 Section 18, T21S-R24E Eddy County, New Mexico

Dear Mr. Gumm:

Yates Petroleum Corporation wishes to cancel the Application For Permit To Drill for the captioned well. This APD was approved by your office on September 21, 1998, API # 30-015-30409. We wish to drill our new location, submitted as the Aristotle ARE State Com. #2.

If you have any questions, please call me at (505) 748-4348.

Thank you.

Very truly yours,

YATES PETROLEUM CORPORATION

Ken Beardemphl Landman

Post ID-2 11-6-98 Cancel Permit

/cyc