

**STATE OF NEW MEXICO  
ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT  
OIL CONSERVATION DIVISION**

**NMOCD - ACOI 108-D**

**IN THE MATTER OF YATES PETROLEUM CORPORATION,  
Respondent.**

**FOURTH AMENDED  
AGREED COMPLIANCE ORDER**

Pursuant to Ordering Paragraphs 3 and 4 of Agreed Compliance Order 108 as amended by Amended Agreed Compliance Orders 108-A, 108-B and 108-C, the Director of the Oil Conservation Division (OCD) hereby amends that Order as follows:

**FINDINGS**

1. Agreed Compliance Order 108 as amended requires Yates Petroleum Corporation (Operator) to return to compliance with OCD Rule 201 by August 10, 2007 at least one of the wells identified in Exhibit A not identified in Findings Paragraph 3 of ACOI 108-B or Findings Paragraph 3 of ACOI 108-C to meet its 18-well goal for this period, and file a compliance report by August 10, 2007.

2. ACOI 108 as amended further provides that if Operator returns to compliance with OCD Rule 201 by February 10, 2007 at least one of the wells identified in Exhibit A not identified in Findings Paragraph 3 of ACOI 108-B or Findings Paragraph 3 of ACOI 108-C, and files a timely compliance report, upon verification of the report the OCD shall issue an amendment extending the terms of ACOI-108 for an additional six-month period, requiring Operator to return an additional 18 wells to compliance by that deadline. If Operator exceeds its compliance goal in any period, the excess wells shall count towards its compliance goal for the subsequent period(s).

3. Operator filed a timely compliance report, and the OCD has verified that Operator has returned to compliance the following wells identified in Exhibit A not identified in Findings Paragraph 3 of ACOI 108-B or Findings Paragraph 3 of ACOI 108-C:

- |                                   |              |
|-----------------------------------|--------------|
| 1. East Wind Ame St. Com #001     | 30-005-62554 |
| 2. Faircloth VD State #001        | 30-005-61752 |
| 3. Flower AGA State #002 SWD      | 30-015-02523 |
| 4. Greasewood BD State Com #003   | 30-015-23023 |
| 5. Hickory ALV Federal #001       | 30-015-10566 |
| 6. Hill View AHE Federal Com #002 | 30-015-23541 |
| 7. Irish Hills Yeso JE St. #005   | 30-015-23259 |
| 8. Jenny Com #001                 | 30-015-26469 |
| 9. Keller ATF St. #001            | 30-025-28872 |

10. Kennedy Q Com #001	30-015-22548
11. Lincoln PC Federal #001	30-015-23738
12. Lusk AHB Federal #001	30-025-30808
13. Medano VA State #003	30-015-26591
14. Nickson BM #001	30-015-20140
15. Northwestern Shores AAL Fed. #001	30-015-25172
16. Quicksilver BCC State Com #001	30-005-63552
17. Redman OY State #1Y	30-005-60964
18. Rio Pecos MH Fed. Com #001	30-015-23150
19. Roden GD Federal #001	30-015-20370
20. Saguaro AGS Fed. Com #009	30-015-26737
21. State AU #1	30-015-10828
22. Stonewall EP State #002	30-015-22002
23. Williamson BC #004	30-015-22049
24. Yates as Fee #5Y	30-015-22272

### CONCLUSIONS

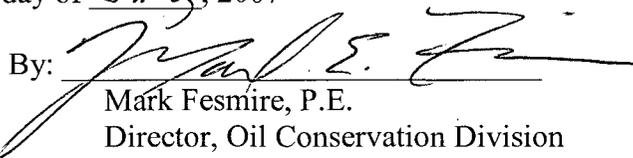
1. Operator has returned to compliance 24 wells identified on Exhibit A not listed in Findings Paragraph 3 of ACOI 108-B or Findings Paragraph 3 of ACOI 108-C, exceeding its one well goal for this period and exceeding its 18-well goal for the final period of the Order.

2. The OCD should amend ACOI-108 to extend its terms through February 10, 2008.

### ORDER

1. The terms of ACOI-108 as amended remain in effect and are extended through February 10, 2008.

Done at Santa Fe, New Mexico this 27<sup>th</sup> day of July, 2007

By:   
 Mark Fesmire, P.E.  
 Director, Oil Conservation Division