

## KECEIVED

## PATRICK H. LYONS COMMISSIONER

## State of New Mericaul 31 PM 1099 MISSIONER'S OFFICE Commissioner of Public Lands

Phone (505) 827-5760 Fax (505) 827-5766

www.nmstatelands.org

310 OLD SANTA FE TRAIL P.O. BOX 1148 SANTA FE, NEW MEXICO 87504-1148

July 29, 2009

Yates Petroleum Corporation 105 South Fourth Street Artesia, NM 88210-2118

Attn: Ms. Janet Richardson

Re:

Commercial Well Determination

Banquet Unit Well No. 1 API # 30-015-36316 NW/4SW/4 24-21S-21E Eddy County, New Mexico

Dear Ms. Richardson:

We are in receipt of your correspondence of July 6, 2009, wherein Yates Petroleum Corporation has submitted data that supports your commercial determination regarding the following Banquet Unit Well:

Well Name		Completion		
and Number	Location	Date	Formation	Determination
Banquet Unit Well #1	NW/4SW/4 Sec. 24-21S-21E	1/11/09	Cisco	Commercial

Please be advised that, according to the data submitted, the Commissioner of Public Lands concurs with your determination that the Banquet Unit Well No. 1 is a commercial well in the Cisco formation. This action is subject to like concurrence by the Bureau of Land Management and the New Mexico Oil Conservation Division. Following the BLM's approval, please submit the initial participating area for this well and your 2009 unit plan of development.

If you have any questions or if we may be of further help, please contact Pete Martinez at (505) 827-5791.

Very truly yours,

PATRICH H. LYONS

COMMISSIONER OF PUBLIC LANDS

JAMI BAILEY, Director

Oil, Gas and Minerals Division

PL/JB/pm

pc: Reader File,

BLM Roswell-Attn.: Mr. Wesley Ingram

OCD-Attn.: Mr. Ed Martin

TRD-Attn.: Mr. Valdean Severson RMD-Attn.: Mr. Kurt McFall

-State Land Office Beneficiaries -