

REVEIVED

PATRICK H. MYONSN 26 PM 2 05 State of New Mexico COMMISSIONER Commissioner of Public Lands

COMMISSIONER'S OFFICE

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

January 21, 2009

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

Attn: Ms. Barbara Nelson

Re: Voluntary Termination Reba State Exploratory Unit Lea County, New Mexico

Dear Ms. Nelson:

Your letter of January 7, 2009 has been received by this office. As operator of the captioned unit, your letter requests the voluntary termination of the Reba State Exploratory Unit Agreement. Enclosed with your letter of January 7, 2009 are ratifications of over 99% of the working interest owners requesting the unit termination.

Pursuant to Article 17 of the Reba State Exploratory Unit Agreement, please be advised that this office has terminated the Reba State Exploratory Unit Agreement effective January 21, 2009.

Please notify all interested parties of this action.

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

Very truly yours,

PATRICK H. LYONS COMMISSIONER OF PUBLIC LANDS

BY:

JAMI BAILEY, Director Oil, Gas & Minerals Division PL/JB/pm pc:

Reader File NMOCD Attention: Mr. Ed Martin TRD-Attention: Mr. Valdean Severson RMD-Attn: Mr. Kurt McFall

-State Land Office Beneficiaries -

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