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 88210-2118 TELEPHONE (505) 748-1471

December 10, 1998

DES 1.1

Mr. Michael E. Stogner New Mexico Oil Conservation Division Department of Energy 2040 South Pacheco St. Santa Fe, New Mexico 87505

> RE: Oil Conservation Division Case #12024 Application of Yates Petroleum Corporation Unorthodox well Location and Simultaneous Dedication Eddy County, New Mexico

Dear Mr. Stogner:

In reference to the above mentioned case number, this is to advise you that we have not yet received an order from the New Mexico Oil Conservation Division on this case and would like to know when same would be approved.

If you have any questions concerning the above, please don't hesitate contacting me.

Very truly yours,

YATES PETROLEUM CORPORATION

Daugias W Hullret

Douglas W. Hurlbut Landman

DWH/dc