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



105 SOUTH FOURTH STREET ARTESIA. NEW MEXICO 88210-2118

TELEPHONE (505) 748-1471

May 23, 2006

Mr. Mike Bratcher NMOCD District II 1301 W. Grand Ave. Artesia, NM 88210

S. P. YATES CHAIRMAN OF THE BOARD JOHN A. YATES

PRESIDENT

PEYTON YATES

EXECUTIVE VICE PRESIDENT

RANDY G. PATTERSON SECRETARY DENNIS G. KINSEY

TREASURER

RE:

Federal CW-B Battery #2 Section 1, T19S-R25E-24= **Eddy County, New Mexico**

30-015-23216

Dear Mr. Bratcher,

The following items have been completed per the New Mexico Oil Conservation Division. District II for the above captioned battery, soil stock pile has been removed and new corrected well signs have been installed.

With these requirements fulfilled, Yates Petroleum Corporation requests closure of the site.

If you have any questions, please call me at 505-748-4217.

Thank you.

Robert Asher

Environmental Regulatory Agent

ATES PETROLEUM CORPORATION

/rca



NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

BILL RICHARDSON

Governor

Joanna Prukop

Cabinet Secretary

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

Yates Petroleum Corporation 104 S. 4th St. Artesia, NM 88210 September 13, 2006

ATTN: Environmental Department (Robert Asher)

Reference: Federal CW-B 002 Battery J-1-19s-24e API: 30-015-23216

Operator,

The New Mexico Oil Conservation Division District 2 Office (OCD) is in receipt of a letter requesting closure for violations at this site noted on the February 13, 2006 Yates/OCD-NOV/LOV. The letter states that the stockpile of contaminated soil has been removed and new, corrected well signs installed.

The request for closure is approved with the following documentation notes:

- OCD has not been provided information as to the origin of the contaminated soils.
- The well sign listed the well in Range 25E. Well is in Range 24E. The closure request letter incorrectly lists the well in Range 25E.

Please be advised that this approval does not relieve the operator of liability should their operations have failed to adequately investigate and remediate contamination that may pose a threat to ground water, surface water, human health or the environment. In addition, this approval does not relieve the operator of responsibility for compliance with any other federal, state, local laws and/or regulations.

Sincerely,

Mike Bratcher

NMOCD District 2

1301 W. Grand Ave.

Artesia, NM 88210

(505) 748-1283 Ext. 108

Will Banning

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