



NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

BILL RICHARDSON

Governor

Joanna Prukop

Cabinet Secretary

Lori Wrotenbery

Director

Oil Conservation Division

12 December 2003

Yates Petroleum Corp.
105 South 4th Street
Artesia, New Mexico 88210

Dear Sirs:

This is your second notice!

A segregation and/or packer leakage test is to be filed with this office annually. Please test the subject well(s) and send the results no later than 31 January, 2004.

Please notify this office 72 hours prior to the test in order that our representative may be present to witness the test.

SOUTHEAST NEW MEXICO PACKER LEAKAGE TEST forms should be submitted in triplicate. Please send the original and two copies of the test chart.

If you no longer operate the well(s) listed, have received a down hole commingle permit, or abandoned one zone please contact me at 505-748-1283.

Well	LOCATION	API #
KENO AWK STATE #002	J-04-10S-26E	30-005-63318

In the event that a satisfactory response is not received to this letter 31 January, 2004 further enforcement will occur. Such enforcement may include this office applying to the Division for an order summoning you to a hearing before a Division Examiner in Santa Fe to show cause why you should not be ordered to permanently plug and abandon this well. Such a hearing may result in imposition of **CIVIL PENALTIES** for your violation of OCD rules.

Sincerely,

Van Barton
Field Rep. II