

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



105 SOUTH FOURTH STREET
ARTESIA, NEW MEXICO 88210
TELEPHONE (505) 748-1471

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TREASURER

September 27, 2004

Copy to:
30-005-60209
30-005-60212
30-005-60218

Mr. Gerry Guye
Inspector
Oil Conservation Division
1301 West Grand
Artesia, NM 88210

Dear Mr. Guye,

In reference to our phone conversation today, I am requesting an extension of the Notice of Violation letters (inactive wells) received on April 5, 2004 concerning the Federal CL #1, #2, and #4 wells until February 1, 2005. We are in the process of re-entering the Federal CL #5, and would like to test and evaluate the results of this well before we begin plugging any wells in this area.

We also would like to request an extension of the Sara AHA #9 Notice of Violation letter (inactive well) received on September 20, 2004 until February 1, 2005. As per your request I've attached a copy of the "Exhibit A- revised non-compliant well list" dated 7/23/2004 we received from Mr. Tim Gum.

Thank you for your consideration in this matter, and if you need any additional information please don't hesitate to call me.

Sincerely,

Michelle Taylor
Regulatory Compliance Manager

RECEIVED
SEP 28 2004
OIL CONSERVATION
ARTESIA

cc: Pinson McWhorter