MARTIN YATES, III 1912-1985

FRANK W. YATES 1936-1986



105 SOUTH FOURTH STREET ARTESIA, NEW MEXICO 88210-2118 TELEPHONE (505) 748-1471

S.P. YATES CHAIRMAN EMERITUS

JOHN A. YATES CHAIRMAN OF THE BOARD

> PEYTON YATES PRESIDENT

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JOHN A. YATES, JR. SENIOR VICE PRESIDENT



January 9, 2007

Mike Bratcher Oil Conservation Division 1301 W Grand Avenue Artesia, NM 88210

Dear Mr. Bratcher

Yates Petroleum Corporation respectfully requests a six month extension of time be allowed to accomplish closure of the following drilling pit:

| WELL NAME | API NUMBER | SEC-TWN-RNG | | | |
|--------------------------|--------------|-------------|----|-----|--|
| Dehavilland State Unit 1 | 30-005-63778 | 28 | 5S | 26E | |

The extension is requested due to additional time needed for completion of the well.

Your attention to this matter is appreciated. Should you have any questions, you may contact Mike Stubblefield at 505-748-4500.

Sincerely

Mike Stubblefield **Environmental Regulatory Agent**





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 105 S. 4th St. Artesia, NM 88210 ATTN: Mike Stubblefield January 16, 2007

Reference: Dehavilland State Unit 001 E-28-5s-26e API: 30-005-63778

Dear Mr. Stubblefield,

The New Mexico Oil Conservation Division District 2 Office (OCD) is in receipt of a request for a 6-month extension to close a drilling pit at the above referenced well site. The request is based on "....additional time needed for completion of the well." Well file information and production data indicates the well is completed and producing. At this time the request for an extension is denied. Please commence closure operations within 30 days of the date of this correspondence.

Sincerely

Mike Bratcher

NMOCD District 2

1301 W. Grand Ave.

Artesia, NM 88210

505-748-1283 Ext. 108

505-626-0857

mike.bratcher@state.nm.us

M/4 Denacion