



December 27, 2007

AMARILLO
921 North River
Amarillo, Texas 79107
Phone 806.467.0607
Fax 806.467.0622

AUSTIN
3003 Tom Gay Cove
Building C-100
Round Rock, Texas 78664
Phone 512.989.3428
Fax 512.989.3427

MIDLAND
#9 East Industrial Loop
Midland, Texas 79701
Phone 432.522.2132
Fax 432.522.2150

NEW BRAUNFELS
707 N. Walnut Ave.
Suite 208
New Braunfels, Texas 78130
Phone 210.579.0235
Fax 210.568.2191

TULSA
9906 East 43rd Street, Ste. G
Tulsa, OK 74146
Phone 918.742.0871
Fax 918.742.0876

HOBBS
310 East Taylor Street
Hobbs, New Mexico 88241
Phone 505.393.4261
Fax 505.393.4658

Mr. Mike Bratcher
New Mexico Oil Conservation Division
1301 Grand Ave.
Artesia, New Mexico
88210
(575) 748-1283

30-015-28577

Dear Mr. Bratcher:

On December 18, 2007 TALONLPE drilled and set a temporary monitoring well at 70' on the YATES JUNIPER BIP FED. #5 in Sec. 4 Township 24S Range 29E of Eddy County New Mexico. The well was tested for water on December 21, 2007, 72 hours after it was drilled and was found to have no water at this depth. At this time YATES PETROLEUM is asking that the NMOCD change the site ranking for this location from a site ranking of 20 to a site ranking of 10. If you have any questions please feel free to call me at any time.

Respectfully Submitted,

Eb Taylor
Talon/LPE Hobbs Office Manager

Accepted for record
NMOCD

JAN 03 2008

Ranking for this site is 10

Signed By

ENVIRONMENTAL CONSULTING
ENGINEERING
DRILLING
CONSTRUCTION
EMERGENCY RESPONSE

TALON 800.742.0760