New Mexico Energy, Minerals and Natural Resources Department

Susana Martinez

Governor

John H. Bemis Cabinet Secretary-Designate

Brett F. Woods, Ph.D. Deputy Cabinet Secretary HOBBS OCD

AUG 2 2 2011

Jami Bailey Division Director Oil Conservation Division



RECEIVED

August 22, 2011

Yates Petroleum Corp ATT: Monti Sanders 105 S. 4th Street Artesia, NM 88210

RE: CANCELLATION OF INTENT TO DRILL

Reba BNT State Com #2-B, 32-11S-35E, API # 30-025-39083

Reba BNT State Com #3-E, 32-11S-35E, API # 30-025-39084

Wynona State Unit #2-L, 21-12S-34E, API # 30-025-38805

Gentlemen:

Twenty-four months or more have elapsed since Division Form C-101, Notice of Intent to Drill the Subject well was approved. To date no progress reports, form C-103, have not been received. Therefore, approval of your permit to drill this well has now expired and no drilling operations are to be initiated without further notice to and approval by the Oil Conservation Division. Pending such approval, this location will be considered as an abandoned location.

If drilling has been done, please file subsequent reports of this work immediately to bring this file into current status.

Truly yours,

OIL CONSERVATION DIVISION

cc: OCD /Santa Fe

OCD/Hobbs

BLM

State Land Office

Canceled API #

Oil Conservation Division * 1625 N. French Dr *

* Hobbs, New Mexico 88240

* Phone: (575) 393-6161 * Fax (575) 392-0720* http://www.emnrd.state.nm.us

AUG 2 2 2011

dm

ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT Oil Conservation Division 1625 N. French Drive Hobbs, NM 88240



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Yates Petroleum Corp ATT: Cliff May 105 S 4th. Street Artesia, NM 88210