



# NEW MEXICO ENERGY, MINERALS and NATURAL RESOURCES DEPARTMENT

**BILL RICHARDSON**

Governor

**Joanna Prukop**

Cabinet Secretary

**Mark E. Fesmire, P.E.**

Director

**Oil Conservation Division**

May 4, 2005

Yates Petroleum Corp  
ATT: Clifton May  
105 South Fourth Street  
Artesia NM 88210

RE: Spring AKJ State #1-B  
2-20s-32e, 330/N & 2310/E  
API # 30-025-37208

Dear Clifton;

Per the State Land Office and the Bureau of Land Management this location is in the LMR. The OCD has also received a letter from Mosaic Potash Carlsbad Inc and they object to the drilling of this well. With these findings the OCD Hobbs office must at this time cancel the API # 30-025-37208 and intent to drill the Spring AKJ State #1 at this location.

If you have questions to this matter, please call Chris Williams (505) 393-6161 ext 102.

Your truly,

OIL CONSERVATION DIVISION

Chris Williams  
District I, Supervisor

CW:dm

CC: State Land Office, Santa Fe  
Bureau of Land Management, Carlsbad  
OCD, file