

SUNBURST EXPLORATION, INC.
P.O. Box 2608
Roswell, New Mexico 88202

Larry Hunnicutt
David S. Harle

(505) 624-2066

June 25, 1984

Mr. Jerry Sexton
New Mexico Oil Conservation Commission
P.O. Box 1980
Hobbs, New Mexico 88240

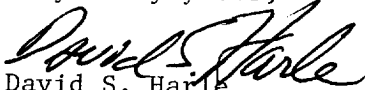
RE: Farmout Agreement from Yates Petroleum Corporation to Sunburst
Exploration, Inc. covering:
S/2SW/4 of Section 18
T-13-S, R-33-E, N.M.P.M.
Lea County, New Mexico
North Baum Prospect

Dear Mr. Sexton:

Pursuant to your request to review a copy of the Farmout Agreement from
Yates Petroleum Corporation covering the referenced lands in Lea County,
you will find enclosed one copy of the said Farmout Agreement.

We greatly appreciate your assistance in this matter and ask that you please
call us if questions or comments arise.

Very truly yours,


David S. Harle

DSH/fb

Enclosure