



August 30, 2001

Yates Petroleum Corporation  
105 South 4<sup>th</sup> Street  
Artesia, NM 88210

Attention: Mr. Jim Krogman

Re: Yates Petroleum Corp.  
Koala-AXZ-State No. 1  
Lea County, NM  
Patterson/UTI 504

Dear Mr. Krogman:

Please find attached (2) copies of final MWD Survey Report for well referenced above for your records. Please advise if MWD Services is to file survey with any agency. If so, please forward a scaled land plat and copy of API drilling permit.

Regards,

A handwritten signature in black ink, appearing to read 'Clyde Cormier', is written over a horizontal line.

Clyde Cormier  
VP-Engineering

Enclosure

