YATES PETROLEUM CORPORATION Ruby ASV State Com #1 Section 15-T16S-R32E Lea County, New Mexico

SUNDRY NOTICE CONTINUED:

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9. If Wolfcamp is commercial and decision made to commingle Wolfcamp and Strawn zones, a commingling application will be filed.

10. If decision is made not to commingle Wolfcamp and Strawn and Wolfcamp is deemed commercial, well will be placed into production.

Rusty Klein

Operations Technician May 18, 1999