MARTIN YATES, III 1912 - 1985 FRANK W. YATES 1936 - 1986



S. P. YATES CHAIRMAN OF THE BOARD JOHN A. YATES PRESIDENT PEYTON YATES EXECUTIVE VICE PRESIDENT RANDY G. PATTERSON SECRETARY DENNIS G. KINSEY TREASURER

105 SOUTH FOURTH STREET ARTESIA, NEW MEXICO 88210 TELEPHONE (505) 748-1471

May 22, 1991

CERTIFIED RETURN RECEIPT

Texaco, Inc. Box 2100 Denver, CO 80201

Dear Sir,

Enclosed please find a copy of form C-108 (Application for Authority to Inject) on Vates' Flamenco Fed #1 located in Unit L of Section 7-225-32E, Lea County, New Mexico.

Should you have any questions, please feel free to contact me at (505) 748-1471.

Sincerely,

Anin Tollin

Brian Collins Petroleum Engineer

BC/th

Enclosure