



Chevron U.S.A. INC. PERMIAN BASIN DIVISION
P.O. Box 1150, Midland, TX 79702

Permian Basin Production Business Unit

January 13, 1992

CONDITIONAL WAIVER
TEXACO'S B.F. HARRISON 'B'
WELL NO. 5
NORTH TEAGUE BLINEBRY GAS POOL
UNIT E, SEC. 9, T-23S, R-37E
LEA COUNTY, NEW MEXICO

Texaco USA
P. O. Box 730
Hobbs, New Mexico 88240

Attention: Mr. Todd W. Moehlenbrock

Gentlemen:

Chevron "conditionally" waives objection with regards to your notice of December 20, 1991 concerning the unorthodox gas well location for the B. F. Harrison 'B' Well No. 5, located 1950' FNL and 560' FWL, Section 9, Township 23 South, Range 37 East, Lea County, New Mexico.

Chevron has no objection to the said location for the subject well providing that Texaco will waive objection to a Chevron well which may be located at a similar unorthodox location within the North Teague Blinebry Gas Pool relative to your Harrison 'B' Lease.

Please acknowledge your agreement to this conditional waiver of objection by Chevron to the subject well by signing the attached and returning it to Chevron in the enclosed self addressed, stamped envelope.

Should you have any questions concerning this matter, please call me at (915) 687-7246. Your prompt consideration will be greatly appreciated.

Very truly yours,

Alan W. Bohling
Proration Engineer

AWB/
Attachments
Enclosures

cc: NMOCD - Santa Fe, NM
NMOCD - Hobbs, NM

CONDITIONAL WAIVER OF OBJECTION

Per Chevron's letter dated January 13, 1992, Chevron U.S.A. Inc. agrees that it will not object to the unorthodox location of Texaco's B. F. Harrison "B" Well No. 5, located 1950' FNL and 560' FWL, Section 9, Township 23 South, Range 37 East, Lea County, New Mexico. In turn, however, Texaco U.S.A. agrees to also waive any objection to a well which may be proposed by Chevron at a similar unorthodox location within the North Teague Blinebry Gas Pool directly offset to Texaco's B. F. Harrison Lease.

We, the undersigned, hereby agree to the above stated "Conditional Waiver" of Chevron U.S.A. Inc.:

Company_____

Representative_____

Position_____

Date_____



F. S. Gubbald
1-2-92
AWB

December 20, 1991

Chevron USA Inc.
P.O. Box 1150
Midland, Texas 79702

RE: UNORTHODOX LOCATION
B. F. Harrison 'B' Well No. 5
North Teague Blinbry Gas Pool
Unit E, Section 9, T-23S, R-37E
Lea County, New Mexico

Gentlemen:

Texaco Exploration and Production Inc. has filed with the New Mexico Oil Conservation Division a request for an unorthodox gas well location for the B. F. Harrison 'B' Well No. 5. Attached is a copy of the request that was sent to the NMOCD.

Any objections or comments concerning this request should be directed to the New Mexico Oil Conservation Division within 20 days of the receipt of this notification. If you have any further questions, please contact Todd W. Moehlenbrock at (505) 397-0427.

Yours Truly,

J. A. Head
Hobbs Area Manager

TWM