NSC-32/2 (SD)

EXON COMPANY, U.S.A.

POST OFFICE BOX 1600 · MIDLAND, TEXAS 79702-1600

December 28, 1992

OIL CONSERVE ON DIVISI RECEIVED '93 JAN 4 AM 9 33

PRODUCTION DEPARTMENT SOUTHWESTERN DIVISION

Unorthodox Location Requests
Eumont Gas Com 1 Wells #3, 4, 5
Units: N, D, P
Section 4, T2OS-R37E
Lea County, NM
Eumont Yates Seven Rivers Queens
(Pro Gas)

Mr. Partick K. Worrell Doyle Hartman, Oil Operator 500 N. Main P. O. Box 10426 Midland, Texas 79702

Dear Mr. Worrell:

Reference is made to your letter dated December 7, 1992, to Mr. William J. Lemay of the New Mexico Oil Conservation Division concerning the captioned application, which letter contains the following statement: "Therefore, Hartman does not feel it is appropriate to object to Exxon's Administrative Application, provided that any future development of Hartman's Britt Laughlin Com lease will be afforded the same waiver of objection by Exxon."

This will confirm our phone conversation of December 15, 1992, in which: (1) I indicated that Exxon was not willing to make any general agreement to waive objections to the location of wells on Hartman's lease, and that Exxon's drilling on the captioned locations should not be construed as making any such agreement; and (2) you indicated that Doyle Hartman did not, by the above quoted language, intend to request that Exxon enter into any binding agreement to grant waivers in the future, and would not view Exxon's drilling on the captioned locations as making such an agreement.

Of course, Exxon will be glad to consider any requests by Doyle Hartman for specific waivers of objections to exception locations in the future.

Very truly yours,

for James M. Stubbs

c: Mr. William J. Lemay
State of New Mexico
Energy, Minerals & Natural Resources Dept.
Oil Conservation Division
P. O. Box 2088
Santa Fe, New Mexico 87504-2088

Mr. Jerry Sexton
District I
State of New Mexico
Oil Conservation Division
P. O. Box 1980
Hobbs, New Mexico 88241-1980

Mr. James A Davidson P. O. Box 494 Midland, Texas 79702-0494

Gallegos Law Firm Attn: Mr. Gene Gallegos 141 East Palace Avenue Santa Fe, New Mexico 87501

Mr. Daniel S. Nutter 105 E. Alicante Santa Fe, New Mexico 87501