

CERTIFIED MAIL - RETURN RECEIPT REQUESTED

July 27, 1995

Joseph B. Gould 430 South 3rd Street Las Vegas, Nevada 89101

RE:

Case No. 11324 - L.L. McConnell Well No. 13

S/2-Section 31-25N-3W

Rio Arriba County, New Mexico

Gentlemen:

Testimony in the above styled case originally scheduled for June 29th was actually heard on Thursday, July 13th. However, due to an error in the notification process, the hearing was continued to August 24th.

I am enclosing a waiver letter for your execution along with a copy of Texaco's original application dated June 2, 1995. Thank you for your cooperation in returning said waiver to my attention at your earliest convenience.

Yours very truly,

Chuck Snure

Rocky Mountain Business Unit

CHULL SNYPE

CAS:bw Encl.

3/3/95

Dear Mr. Snure:

Please be advised that we strenuously object to your property, in view of the fact that the well you intend to use, offsets our production.

I did discuss this with your representatives, in your office and asked them, "why not combine my section in your program and I would be happy to pay my part and participate in your program".

I was assured that I would be notified but it seems, someone dropped the ball.

Please advise, your intention.

Yours truly,

Joseph B. Gould