



January 10, 1996

Chevron U.S.A. Production Company
P.O. Box 1150
Midland TX 79702

Mr. William J. LeMay, Director
Oil Conservation Division
New Mexico Department of Energy
Minerals and Natural Resources
2040 South Pacheco
Santa Fe, New Mexico 87505

Re: Application of Enserch Exploration, Inc.
for Amendment to Special Pool Rules
for the South Black River - Delaware Pool,
Eddy County, New Mexico

Dear Mr. LeMay:

As an offset leasehold owner, Chevron U.S.A. Inc. supports the application of Enserch Exploration to amend the Special Pool Rules for the South Black River - Delaware Pool to increase the GOR to 20,000:1. A 20,000 to 1 GOR more accurately represents the current producing GOR of the field and allows for economic development of the Delaware Formation. Establishment of a 20,000 to 1 GOR will support the economic viability of Chevron's workover program in the South Black River Field, planned for 1996.

A handwritten signature in cursive script that reads "Dave Rittersbacher".

Dave Rittersbacher
Senior Geologist New Mexico Area