Nearburg Exploration Company, L.L.C.

Exploration and Production 3300 North "A" Street Building 2. Suite 120 Mioland, Taxas 79705 915 586 8235 Fax 915/686-7806

February 27, 1997

CERTIFIED MAIL Z 740 465 788 RETURN RECEIPT REQUESTED

New Tex Oil Company P. O. Box 297 Hobbs, New Mexico 88240

Re:

OFFSET OPERATOR WAIVER

Application for Nearburg Exploration Company, L.L.C. for approval of an unorthodox gas well location and compulsory pooling for its Aztec "14" Federal Com. Well No. 1, 2180 feet from West line and 1980 feet from North line (Unit F) Section 14, T21S, R32E

Lea County, New Mexico

Dear Mr. Brunson:

Nearburg Exploration Company, L.L.C. plans to drill its Aztec "14" Federal Com. Well No. 1 at an unorthodox gas well location 2180 feet from West line and 1980 feet from North line (Unit F) Section 14, T21S. R32E to be dedicated to a 320-acre gas spacing unit consisting of the W/2 of Section 14. This location is unorthodox and therefore we have applied to the New Mexico Oil Conservation Division for an exception which has been docketed for hearing on March 20, 1997.

Our information is that New Tex Oil Company is the offset operator towards whom this location encroaches. If you have no objection to this unorthodox gas well location, please signify your approval by signing one copy of this letter in the space provided below and returning it to me,

Very truly yours.

Duke Roush Consulting Landman

DR/sc

The undersigned hereby

WAIVES OBJECTION to this application.

Company:

By:

Title:

Date:

BEFORE THE OIL CONSERVATION DIVISION

Case No.11747 Exhibit No.__ 🚜 Submitted By:

Nearburg Exploration Co.

Hearing Date: March 20, 1997

New Tex - Offset Operator Waiver