July <u>29</u> , 1998 Sept Dac Class File 12055 12056

State of New Mexico
Energy, Minerals and Natural Resources Department
Oil Conservation Division
P. O. Box 2088
Santa Fe, New Mexico 87504-2088

Gentlemen:

I own an interest in the mineral estate in the SW/4 Section 30, T20S-R33E, Lea County, New Mexico. Hallwood Petroleum, Inc. has proposed drilling two wells to test the Delaware formation in the SW/4 to further develop the Hat Mesa Delaware field. I understand there are State and Federal wells producing from the Delaware formation in the E/2 and NW/4 of Section 30 and that development of the SW/4 is being prevented due to the refusal of a potash mining company to grant waivers for Hallwood's proposed wells. While the mining company does not own potash minerals in the SW/4, I do. As an owner, I hereby waive any objection to Hallwood's proposed drilling activities.

I request that the State of New Mexico protect my correlative rights in the SW/4 by allowing development drilling as proposed by Hallwood Petroleum, Inc. under the Bass #5 and Bass #6 wells, and that the State not allow the taking of my mineral rights by an arbitrary application of potash regulations.

Sincerely,

Venny Lawson Mon

30/W aue N Lovington n. mey Address 88260

Case# 12055 Case# 12056