

New Mexico Oil Conservation Commission P. O. Box 871
Santa Fe, New Mexico

Attention: Mr. R. R. Spurrier

Gentlemen:

We have been duly informed by Shell Oil Company of their application for approval of an unorthodox 80-acre gas preration unit in the Tubb Gas Pool to be assigned Shell State 1 located 1980 feet from the north line and 1978 feet from the east line of Section 15, T-21-S, R-37-E, Lea County, New Mexico. We understand that the unorthodox gas proration unit will consist of the lands described as S/2 NE/4 of Section 15, T-21-S, R-37-E, Lea County, New Mexico.

You are respectfully advised that we hereby waive any objections to the formation of the above described unorthodox gas proration unit.

Yours very truly,

TIDE WATER ASSOCIATED OIL CO.