UNITED BANK PLAZA
400 N. PENN, SUITE 1000

CHARLES B. READ
PRESIDENT

Read & Stevens, Inc.

Oil Producers

P. O. Box 1518

Roswell, New Mexico 88202

2006 JUN 12 PM 3 41

June 9, 2006

New Mexico Oil Conservation Division Attn: Mr. Mike Stogner 1220 South St. Francis Drive Santa Fe, New Mexico 87505

RE:

Application for Approval of Unorthodox Location

Horseshoe 17 Federal Com #1 E/2 Section 17 T16S-R27E Eddy County, New Mexico

Dear Mr. Stogner:

Enclosed are copies of a waiver of objection received in our office in regards to our referenced Application for Approval of Unorthodox Location.

Should you have any questions, please advise.

Sincerely,

READ & STEVENS, INC.

Susan Rodrigue

Production Analyst

/sr/srltrs/waiver of objection/horseshoe17 fed com1

400 PENN PLAZA 400 N. PENN, SUITE 1000

CHARLES B. READ PRESIDENT

Read & Stevens, Inc.
Oil Producers
9: O. Box 1518
Roswell, New Mexico 88202

May 17, 2006

CERTIFIED MAIL
RETURN RECEIPT REQUESTED

Mr. Brent Robertson COG Operating, LLC 550 W. Texas – Suite 1300 Midland, TX 79701-4210

Re: Application for Approval of Unorthodox Location Horseshoe 17 Fed. Com. #1, E/2 Section 17, T16S-R27E Eddy County, NM, R&S #10168W

Dear Mr. Robertson:

Enclosed is a copy of the subject application that will be filed with the NMOCD by READ & STEVENS, INC. for administrative approval of an unorthodox Morrow well location for its Horseshoe 17 Fed. Com. #1 located 480' FEL & 710' FSL of Section 17, T16S-R27E.

As an offset owner, you may object to the application. Objections must be filed in writing at the NMOCD Santa Fe office, 1220 South Saint Francis Drive, Santa Fe, New Mexico 87505 within twenty (20) days from NMOCD's receipt of this application. If no objection is received, this application may be approved.

If you will agree to waive objection to this location by signing and returning a copy of this letter, READ & STEVENS, INC. agrees to waive objection to one offsetting location no closer than a mirror location of the captioned well.

If you are agreeable, please sign and return one copy of this letter to this office.

Sincerely,

READ & STEVENS, INC.

Robert H. Watson Land Manager

WAIVER OF OBJECTION

COG OPERATING, LLC

DATE: 5-30-06

400 PENN PLAZA 400 N. PENN, SUITE 1000

CHARLES B. READ PRESIDENT

Read & Stevens, Inc.
Oil Producers
P. O. Box 1518

Roswell, New Mexico 88202

RECEIVED MARATHON OIL CO.

MAY 2 3 2006

MANAGER SOUTHERN BUSINESS UNIT

May 18, 2006

DECEIME

CERTIFIED MAIL
RETURN RECEIPT REQUESTED

Marathon Oil Company P.O. Box 3487 Houston, TX 77253-3487

Attn: Land Department, S.E. New Mexico

Re: Application for Approval of Unorthodox Location

Horseshoe 17 Fed. Com. #1, E/2 Section 17, T16S-R27E

Eddy County, NM, R&S #10168W

Gentlemen:

Enclosed is a copy of the subject application that will be filed with the NMOCD by READ & STEVENS, INC. for administrative approval of an unorthodox Morrow well location for its Horseshoe 17 Fed. Com. #1 located 480' FEL & 710' FSL of Section 17, T16S-R27E.

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If you have no objection to this application, we ask that you sign and return a copy of this letter to this office.

Should you have any questions, please advise.

Sincerely,

READ & STEVENS, INC.

Robert H. Watson Land Manager

WAIVER OF OBJECTION MARATHON QIL COMPANY

BY:

- Kush

DATE:

5 24 06

CHARLES B. READ
PRESIDENT

Read & Stevens, Inc.
Oil Producers
P. O. Box 1518
Roswell, New Mexico 88202

Megica we

BY:

May 18, 2006

CERTIFIED MAIL
RETURN RECEIPT REQUESTED

Mark T. Brewer 2002 Briscoe Artesia, NM 88210

Re: Application for Approval of Unorthodox Location Horseshoe 17 Fed. Com. #1, E/2 Section 17, T16S-R27E

Eddy County, NM, R&S #10168W

Dear Mr. Brewer:

Enclosed is a copy of the subject application that will be filed with the NMOCD by READ & STEVENS, INC. for administrative approval of an unorthodox Morrow well location for its Horseshoe 17 Fed. Com. #1 located 480' FEL & 710' FSL of Section 17, T16S-R27E.

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If you will agree to waive objection to this location by signing and returning a copy of this letter, READ & STEVENS, INC. agrees to waive objection to one offsetting location no closer than a mirror location of the captioned well.

If you are agreeable, please sign and return one copy of this letter to this office.

Sincerely,

READ & STEVENS, INC.

Robert H. Watson Land Manager

WAIVER OF OBJECTION MARK T. BREWER

BY: Mak J Bura

DATE: 5-31-06

Sold to COG