

**American
National
Petroleum
Company**

1717 St. James Place, Ste. 200
Houston, Texas 77056-3099
P.O. Box 27725 (77227-7725)
(713) 623-8844
Fax 961-7220, 961-7216

December 30, 1988

FEDERAL EXPRESS

Mr. Charles E. Nearburg
Nearburg Producing Company
5447 Glen Lakes Dr.
Dallas, TX 75231

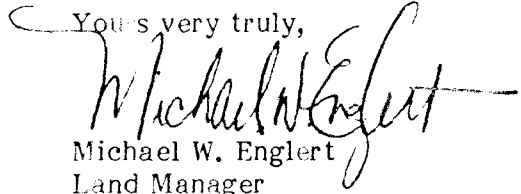
Re: Waiver of Opposition

Gentlemen:

Reference is made to your letter dated December 29, 1988 regarding a proposed Morrow test to be drilled at a location 1,980' FNL and 990' FWL of Section 26, T19S, R25E, Eddy County, New Mexico.

Based on the assumption that Nearburg Producing Company and American National Petroleum Company can and will work together to protect the correlative rights of our respective royalty owners, American National will not oppose the location of the above referenced well.

Yours very truly,


Michael W. Englert
Land Manager

MWE/kms

Exhibits 1 through 6

LND347

BEFORE EXAMINER CATANACH	
OIL CONSERVATION DIVISION	
<u>Nearburg</u>	EXHIBIT NO. <u>6</u>
CASE NO.	<u>9568</u>

MORRIS 26E #1
 Section 26-19S-25E
 N/2 Proration Unit
 Eddy County, New Mexico

Nearburg 84.89%
 Anadarko 14.26%
 Yates Pet. .85%



B&B #1

22

BEFORE EXAMINER CATANACH
 OIL CONSERVATION DIVISION

EXHIBIT NO. 1

CASE NO. 9568

23

Nearburg 100%



Parino 23L#2

Marginal Well 250 mef/d



Parino #1

Recompleted to straw

Nearburg 100%



South Boyd #1

27

Nearburg 100%

American National
 Petroleum Company 100%

Nearburg 100%



Aikman St. #1

*- Tested in
 Morrow/tight
 Not production*

Nearburg 100%



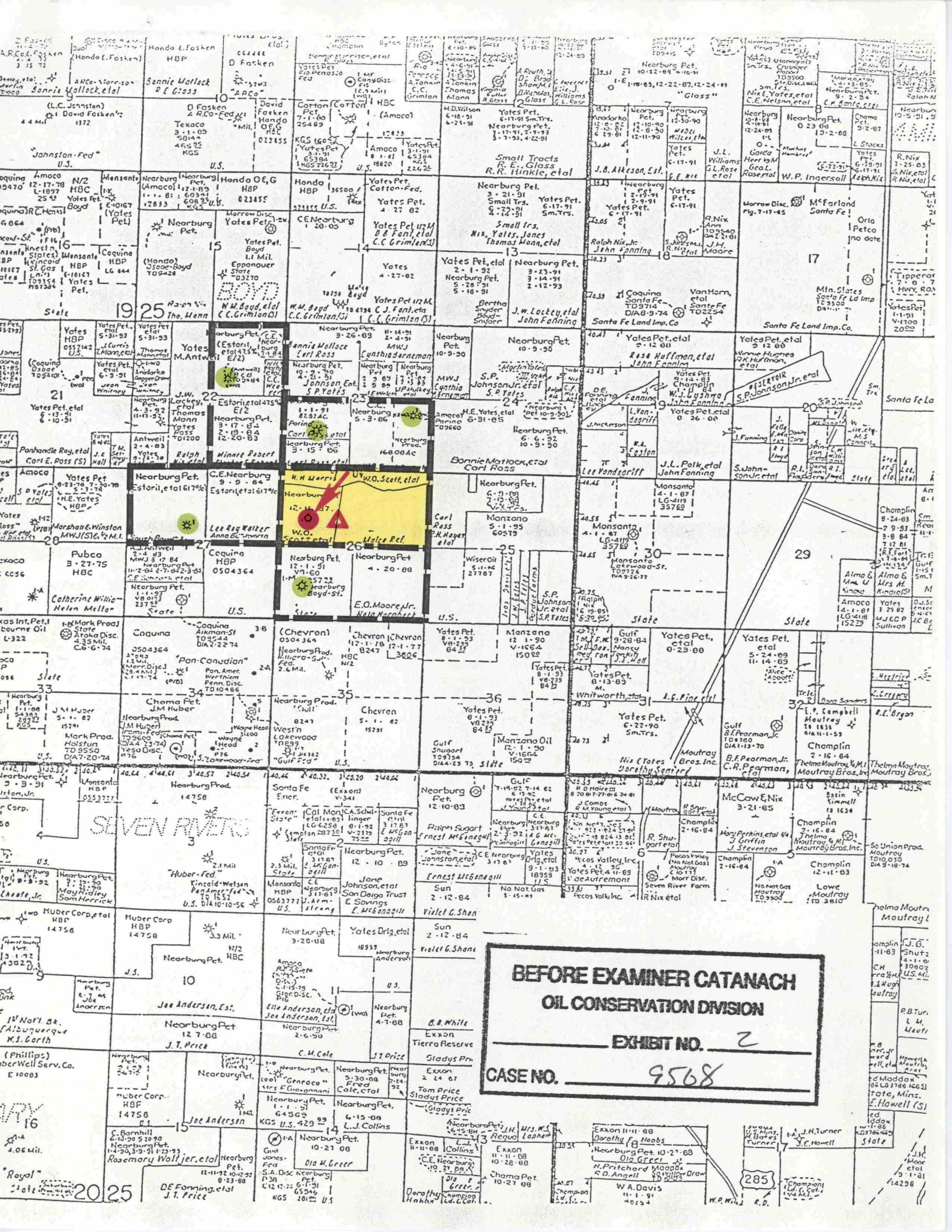
Morris 26E #1

Nearburg 100%

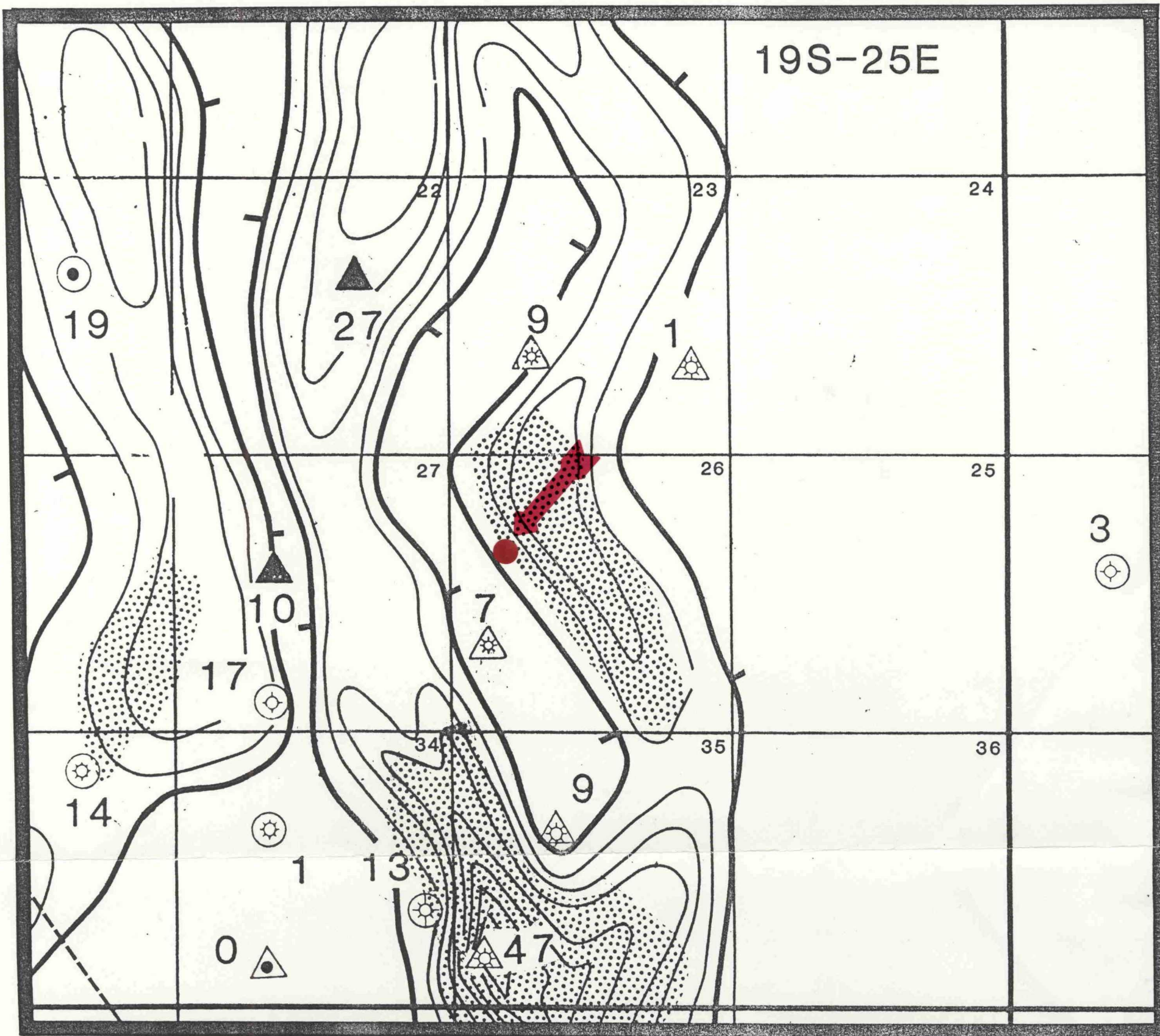


Boyd St. 26M #1

*Good - Average well
 1000 - 1500 mef/d*



BEFORE EXAMINER CATANACH
OIL CONSERVATION DIVISION
EXHIBIT NO. 2
CASE NO. 9568

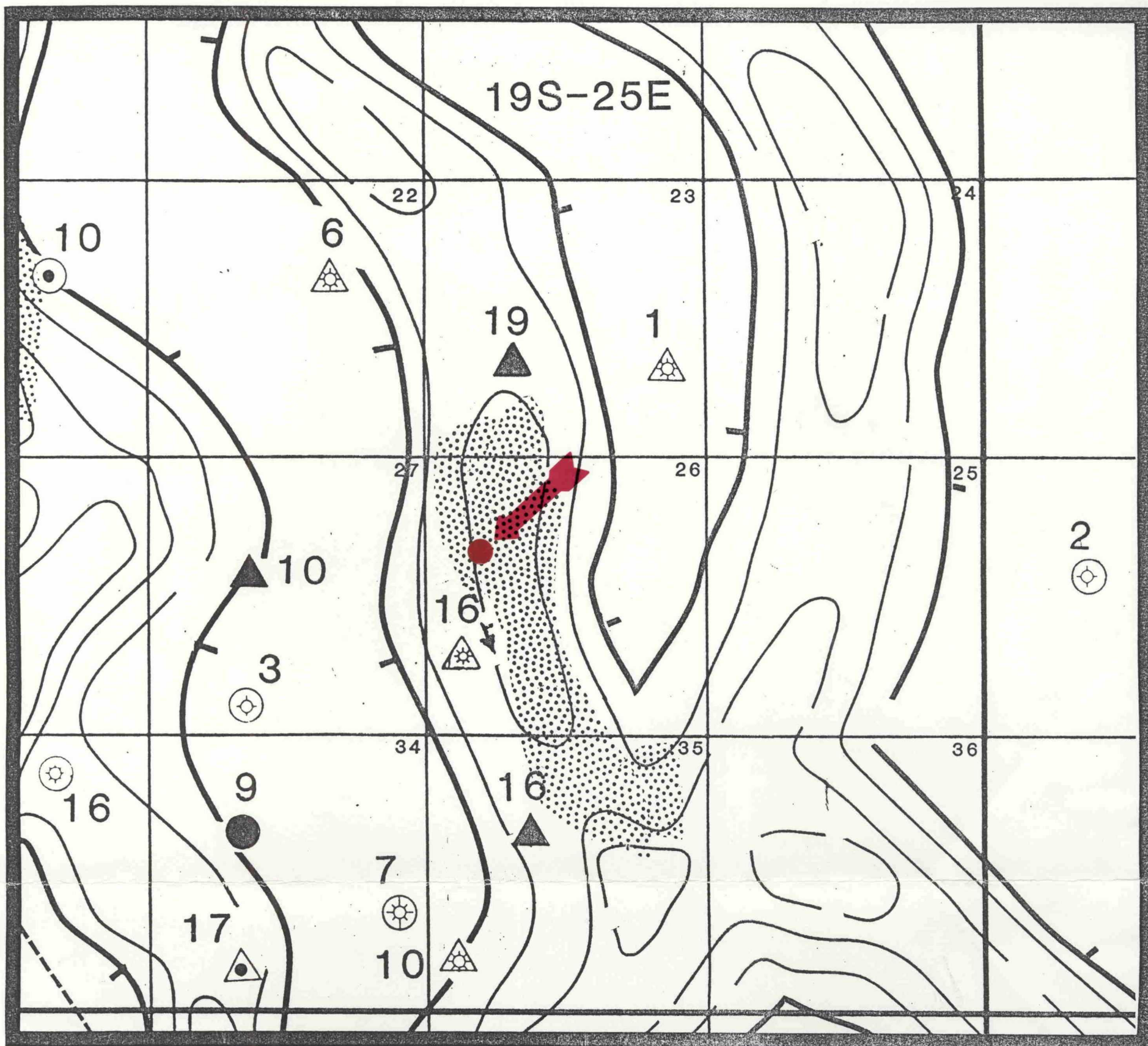


NET SAND, MORROW ZONE II
C.I.: 5 ft

- ▲ PERFORATED THIS ZONE
- △ NPC WELLS
- ≥ 10' OF 8% POROSITY

0 4000'

BEFORE EXAMINER CATANACH	
OIL CONSERVATION DIVISION	
NEARBURG	EXHIBIT NO. 5
CASE NO:	9568



NET SAND, MORROW ZONE I-A

C.I.: 5 ft

*One of
the major
prod sands
in Morrow.*

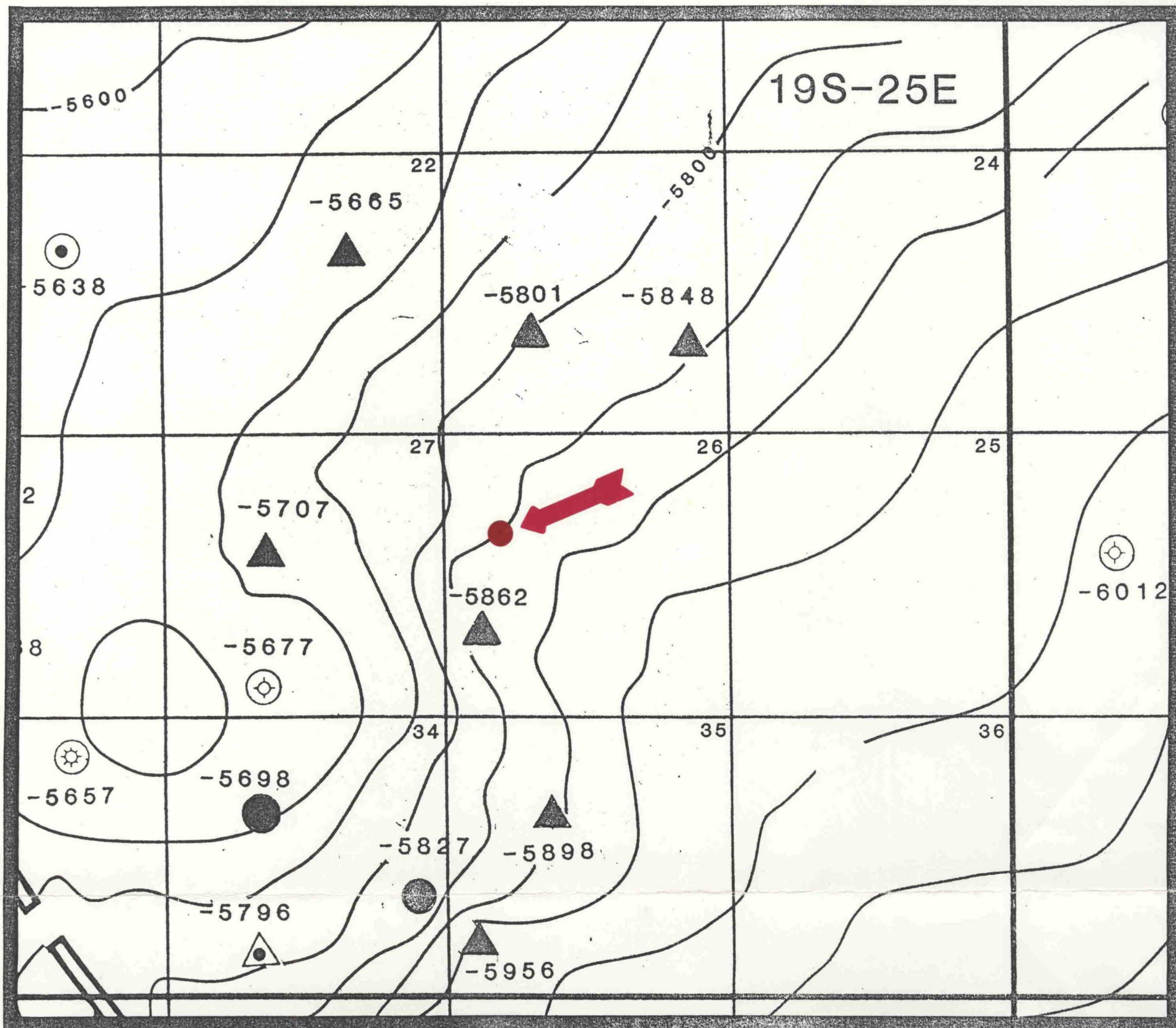
- ▲ PERFORATED THIS ZONE
- △ NPC WELLS
- ≥10' OF 8% POROSITY

0 4000'

BEFORE EXAMINER CATANACH
OIL CONSERVATION DIVISION

NEARBURG EXHIBIT NO. 4

CASE NO: 9568



T/MIDDLE MORROW

C.I.: 50 ft

- ▲ MORROW WELL
- △ NPC WELLS

0 4000'

BEFORE EXAMINER CATANACH
OIL CONSERVATION DIVISION

NEARBURG EXHIBIT NO. 3

CASE NO: 9568