

Charles B. Gillespie, Jr.

Oil Producer-Investor

P. O. Box Eight
Midland, Texas 79702

(915) 683-1765

May 2, 1989

OPERATORS LISTED ON EXHIBIT A

Re: Shipp Well No. 3, W 1/2 NW 1/4 Section 11, T-17-S, R-37-E,
Lea County, New Mexico; Proposed Unorthodox Location:
510' FNL and 990' FWL

Charles B. Gillespie, Jr. has applied to the New Mexico Oil Conservation Division for approval of an unorthodox location for the above well as described in the attached Application. This hearing will be held on Wednesday, May 24, 1989 at 8:15 a.m. in Santa Fe, New Mexico. The offices of the Oil Conservation Division are located on the second floor of the State Land Office Building, 310 Old Santa Fe Trail, in Santa Fe. Failure to appear at that time will foreclose any protest by you.

If you have no objection to this proposal, please sign the attached waiver and mail to the undersigned. A self-addressed, stamped envelope is enclosed for your convenience.

Very truly yours,

CHARLES B. GILLESPIE, JR.



William R. Crow
Exploration Manager

WRC/vjc
Enclosures

NOTICE LETTER &
CERTIFIED RETURN RECEIPTS

EXHIBIT F

Charles B. Gillespie, Jr.
Shipp No. 3
W/2 NW/4 Section 11, T-17-S, R-37-E
Lea County, New Mexico

PS Form 3811, July 1983 447-845

DOMESTIC RETURN RECEIPT

SENDER: Complete items 1, 2, 3 and 4.
 Put your address in the "RETURN TO" space on the reverse side. Failure to do this will prevent this card from being returned to you. The return receipt fee will provide you the name of the person delivered to and the date of delivery. For additional fees the following services are available. Consult postmaster for fees and check box(es) for service(s) requested.

1. Show to whom, date and address of delivery.
 2. Restricted Delivery.

3. Article Addressed to:
 Chevron U.S.A. Inc.
 P. O. Box 1150
 Midland, Texas 79702
 Attn: Mickey Cohlma

4. Type of Service:	Article Number
<input type="checkbox"/> Registered <input type="checkbox"/> Insured <input checked="" type="checkbox"/> Certified <input type="checkbox"/> COD <input type="checkbox"/> Express Mail	P 219 983 845

Always obtain signature of addressee or agent and **DATE DELIVERED.**

5. Signature - Addressee
 X

6. Signature - Agent
 X *[Signature]*

7. Date of Delivery
 3 MAY 89

8. Addressee's Address (ONLY if requested and fee paid)

PS Form 3811, July 1983 447-845

DOMESTIC RETURN RECEIPT

SENDER: Complete items 1, 2, 3 and 4.
 Put your address in the "RETURN TO" space on the reverse side. Failure to do this will prevent this card from being returned to you. The return receipt fee will provide you the name of the person delivered to and the date of delivery. For additional fees the following services are available. Consult postmaster for fees and check box(es) for service(s) requested.

1. Show to whom, date and address of delivery.
 2. Restricted Delivery.

3. Article Addressed to:
 Conoco Inc.
 P. O. Box 460
 Hobbs, New Mexico 88240
 Attn: Jim McGhee

4. Type of Service:	Article Number
<input type="checkbox"/> Registered <input type="checkbox"/> Insured <input checked="" type="checkbox"/> Certified <input type="checkbox"/> COD <input type="checkbox"/> Express Mail	P 219 983 844

Always obtain signature of addressee or agent and **DATE DELIVERED.**

5. Signature - Addressee
 X *[Signature]*

6. Signature - Agent
 X

7. Date of Delivery
 5-3-89

8. Addressee's Address (ONLY if requested and fee paid)

PS Form 3811, July 1983 447-845

SENDER: Complete items 1, 2, 3 and 4.
 Put your address in the "RETURN TO" space on the reverse side. Failure to do this will prevent this card from being returned to you. The return receipt fee will provide you the name of the person delivered to and the date of delivery. For additional fees the following services are available. Consult postmaster for fees and check box(es) for service(s) requested.

1. Show to whom, date and address of delivery.
 2. Restricted Delivery.

3. Article Addressed to:
 Mesa Operating Limited Partnership
 P. O. Box 2009
 Amarillo, Texas 79189-2009
 Attn: Larry Henningway

4. Type of Service:	Article Number
<input type="checkbox"/> Registered <input type="checkbox"/> Insured <input checked="" type="checkbox"/> Certified <input type="checkbox"/> COD <input type="checkbox"/> Express Mail	P 219 983 843

Always obtain signature of addressee or agent and DATE DELIVERED.

5. Signature - Addressee
 X

6. Signature - Agent
 X *[Signature]*

7. Date of Delivery

8. Addressee's Address (ONLY if requested and fee paid)
 # 3

DOMESTIC RETURN RECEIPT

PS Form 3811, July 1983 447-845

SENDER: Complete items 1, 2, 3 and 4.
 Put your address in the "RETURN TO" space on the reverse side. Failure to do this will prevent this card from being returned to you. The return receipt fee will provide you the name of the person delivered to and the date of delivery. For additional fees the following services are available. Consult postmaster for fees and check box(es) for service(s) requested.

1. Show to whom, date and address of delivery.
 2. Restricted Delivery.

3. Article Addressed to:
 Pennzoil Company
 P. O. Box 2967
 Houston, Texas 77252-2967
 Attn: Greg Davis

4. Type of Service:	Article Number
<input type="checkbox"/> Registered <input type="checkbox"/> Insured <input checked="" type="checkbox"/> Certified <input type="checkbox"/> COD <input type="checkbox"/> Express Mail	P 219 983 842

Always obtain signature of addressee or agent and DATE DELIVERED.

5. Signature - Addressee
 X

6. Signature - Agent
 X *[Signature]*

7. Date of Delivery
 MAY 6 - 1983

8. Addressee's Address (ONLY if requested and fee paid)

DOMESTIC RETURN RECEIPT

EXHIBIT F
 Charles B. Gillespie, Jr.
 Shipp No. 3
 -Cont.-

PS Form 3811, July 1983 447-845

DOMESTIC RETURN RECEIPT

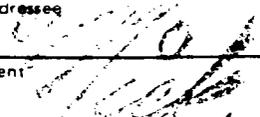
SENDER: Complete items 1, 2, 3 and 4.
 Put your address in the "RETURN TO" space on the reverse side. Failure to do this will prevent this card from being returned to you. The return receipt fee will provide you the name of the person delivered to and the date of delivery. For additional fees the following services are available. Consult postmaster for fees and check box(es) for service(s) requested.

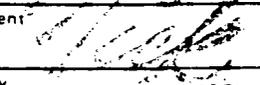
1. Show to whom, date and address of delivery.
 2. Restricted Delivery.

3. Article Addressed to:
 Standard Oil Production Company
 P. O. Box 4587
 Houston, Texas 77210
 Attn: Jim Sikes

4. Type of Service: <input type="checkbox"/> Registered <input checked="" type="checkbox"/> Certified <input type="checkbox"/> Express Mail	<input type="checkbox"/> Insured <input type="checkbox"/> COD	Article Number P219 983 841
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Always obtain signature of addressee or agent and **DATE DELIVERED.**

5. Signature - Addressee
 X 

6. Signature - Agent
 X 

7. Date of Delivery
MAY 05 1989

8. Addressee's Address (ONLY if requested and fee paid)

PS Form 3811, July 1983 447-845

DOMESTIC RETURN RECEIPT

SENDER: Complete items 1, 2, 3 and 4.
 Put your address in the "RETURN TO" space on the reverse side. Failure to do this will prevent this card from being returned to you. The return receipt fee will provide you the name of the person delivered to and the date of delivery. For additional fees the following services are available. Consult postmaster for fees and check box(es) for service(s) requested.

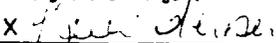
1. Show to whom, date and address of delivery.
 2. Restricted Delivery.

3. Article Addressed to:
 TXO Production Corporation
 900 Wilco Building
 Midland, Texas 79701
 Attn: Carol Sledge

4. Type of Service: <input type="checkbox"/> Registered <input checked="" type="checkbox"/> Certified <input type="checkbox"/> Express Mail	<input type="checkbox"/> Insured <input type="checkbox"/> COD	Article Number P219 983 840
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Always obtain signature of addressee or agent and **DATE DELIVERED.**

5. Signature - Addressee
 X

6. Signature - Agent
 X 

7. Date of Delivery
5-3

8. Addressee's Address (ONLY if requested and fee paid)
 415 W. Wall # 900

EXHIBIT F
 Charles B. Gillespie, Jr.
 Shipp No. 3
 -Cont.-

WAIVER

Charles B. Gillespie, Jr.
P. O. Box 8
Midland, Texas 79702

Attn: William R. Crow

This is to advise that the undersigned has been given due notice that Charles B. Gillespie, Jr. has made an application for an unorthodox location for the Shipp Well No. 3 in the Humble City Strawn Pool.

We hereby waive any objection to the granting of this application for the above well which will be located 510' FNL and 990' FWL of Section 11, T-17-S, R-37-E, Lea County, New Mexico.

EXECUTED this 11TH day of MAY, 1989.

COMPANY Conoco Inc.
BY [Signature]
TITLE CONSERVATION COORDINATOR

WAIVER

MAY 11 1989

Charles B. Gillespie, Jr.
P. O. Box 8
Midland, Texas 79702

Attn: William R. Crow

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We hereby waive any objection to the granting of this application for the above well which will be located 510' FNL and 990' FWL of Section 11, T-17-S, R-37-E, Lea County, New Mexico.

EXECUTED this 10 day of May, 1989.

COMPANY Chevron U.S.A. Inc.
BY Alan W. Bohling
TITLE Division Protraction Engineer

MAY 10 1989

WAIVER

Charles B. Gillespie, Jr.
P. O. Box 8
Midland, Texas 79702

Attn: William R. Crow

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We hereby waive any objection to the granting of this application for the above well which will be located 510' FNL and 990' FWL of Section 11, T-17-S, R-37-E, Lea County, New Mexico.

EXECUTED this 15th day of May, 1989.

COMPANY BP EXPLORATION INC.
FORMERLY STANDARD OIL PRODUCTION
BY James P. Sikes
TITLE LANDMAN