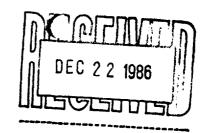


POST OFFICE BOX 1700 • MIDLAND, TEXAS 79702-1700 • (915) 685-9648



PRODUCTION DEPARTMENT SOUTHWEST/ROCKY MOUNTAIN DIVISION

RIR HICKMAN JOHN INTEREST MANAGER

December 18, 1986

Well Participation Yates Humble City "ACL" #1 760 FNL, 1880 FEL, Sec. 14, T175-R37E Humble City South Field Lea County, New Mexico

Yates Petroleum Corporation 105 South 4th Street Artesia, New Mexico

Please be advised that Exxon Company, U.S.A. elects to participate in the Humble City "ACL" #1 with its 2.0833% working interest. We will hold the AFE in suspense until a mutually agreed upon JOA is in effect for the N/2 of the NE/4 of Section 14.

R. R. Hickman

DMA:clp

Attachments

xc: J. M. Griffin

B. D. Vincent

P. G. Yale