

BEARD OIL COMPANY  
SUITE 200, 2000 CLASSEN BUILDING  
2000 CLASSEN BOULEVARD  
OKLAHOMA CITY, OKLAHOMA 73106

October 6, 1978

Yates Petroleum Corp.  
207 South 4th Street  
Artesia, NM 88210

Attention: Mr. Ray Beck  
Re: Beard Oil Company #1 Hanlad  
C. SW NW Section 17-17S-24E  
Eddy County, New Mexico

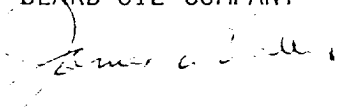
Gentlemen:

Per copy of enclosed Application for Multiple Completion notice is hereby given by Beard Oil Company of their proposal to dually complete the above referenced well and to commingle the production from the two zones at the surface.

If you have no objection to this proposal, please note your waiver of objection and consent to the same below on the enclosed copy of this letter and return it to Beard Oil Company in the enclosed, self-addressed envelope.

Yours very truly,

BEARD OIL COMPANY

  
James W. Vater, Jr.  
Vice President

The undersigned offset operator acknowledges receipt of the above notice and waives any further time in which to make objection thereto, and agrees that such commingling of production may be accomplished forthwith as proposed.

YATES PETROLEUM COMPANY

By: \_\_\_\_\_

Date: \_\_\_\_\_