

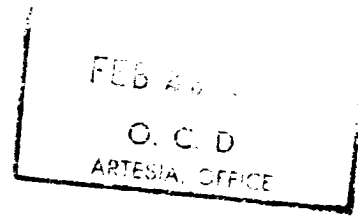


Santa Fe Energy Company

500 West Ohio
Midland, Texas 79701
915/687-3551

February 21, 1984

Oil Conservation Division
Drawer DD
Artesia, New Mexico 88210



Oil Conservation Division
State Land Office Bldg.
P. O. Box 2088
Santa Fe, New Mexico 87501

Attention: Joe D. Ramey - Director

Re: OD-NM-601,255
Weems #1
N/2 Section 27
T-22-S, R-27-E
Eddy County, New Mexico
Indian Draw Prospect
Carlsbad Area

Gentlemen:

Attached please find copies of waiver letters Santa Fe Energy Company has sent out to all the offset operators in conjunction with its application for administrative approval of the unorthodox location of the captioned well. Said location noted in the attached letters became necessary due to the topographical reasons. As you will note each of the offset operators was requested to execute said waiver letter and provide your office with a copy. These copies are enclosed for your records.

Should you have any questions concerning these waiver letters and/or the application, please feel free to give us a phone call.

Sincerely,

SANTA FE ENERGY COMPANY

Patrick J. Tower
Patrick J. Tower
Landman

PJT/mjs

Enclosure