



G.P. II ENERGY, INC.

P.O. Box 50682

Midland, Texas 79710

(915) 684-4748

June 27, 1991

Meridian Oil, Inc.
21 Desta Drive
Midland, Texas 79701

RECEIVED
JUL 18 1991
O. C. D.
ARTESIA, OFFICE

Attention: Connie Malik

RE: Waiver for Deviated Borehole
G.P. II Energy, Inc.
Coyote Federal #1
990' FSL, 1290 FWL
Sec. 27(M), T-26-S, R-29-E
Eddy County, New Mexico

Dear Ms. Malik:

Mr. Tom Hare of the Bureau of Land Management informed GP II Energy, Inc. that the BLM would not approve a well at the originally proposed location 1090' FWL, 990' FSL of the above section. We have met with representatives of the BLM on-site and they have indicated that the above described location would be satisfactory, pending our filing of the appropriate forms. GP II will directionally drill the well to a bottom hole location inside the original 1090' FWL, and 990' FSL. As shown on the directional plat, we will intersect the Williamson Sand west of the approved unorthodox location 1090'FWL. Please find attached forms 3160-3, C-102, and a plat depicting the surface location and proposed bottom hole location for the above well.

Since Meridian is an offset operator to the spacing unit, G.P. II Energy, Inc. respectfully requests that Meridian waive any objection to the described drilling procedure by executing below.

Sincerely,


Joe L. Compton

NO OBJECTION

This 7th day of July 1991

By: 
MERIDIAN OIL, INC.