



538 Silicon Drive, Suite 101
Southlake, Texas 76092
(817) 416-1946 (817) 416-1949 fax

October 6, 2006

30-015-35193

Southwestern Energy Production Company
2350 North Sam Houston Parkway East, Suite 300
Houston, Texas 77032

Re: South Red Lake II Unit #52
SW/4 NW/4 Section 36-T17S-R27E (Unit E)
Eddy County, New Mexico

Gentlemen:

Fairway Resources Operating, LLC is preparing to drill the above referenced well to a TD of 1,800' and complete in the Grayburg formation at approximately 1,325' to 1,670'. This interval is within the Red Lake Queen/Grayburg/San Andres pool as defined by the State of New Mexico.

Southwestern currently has one well completed in the pool within the proration unit proposed for this well. However, pursuant to that certain Assignment dated April 27, 2005 Southwestern has no rights to the Grayburg formation.

Therefore, we hereby request that Southwestern grant a waiver of objection to the drilling and completion of the well in the Grayburg formation. Enclosed for your information is the well location and acreage dedication plat prepared for the well.

Please sign in the space provided below, return a copy to the undersigned via fax at 817-416-1949 and return the original to my attention at the letterhead address. Thank you for your assistance in this matter.

Sincerely,


Joe E. Small
Vice President of Land

 We hereby waive any objections as stated above.

Southwestern Energy Production Company

By: Charles A. Cornish

Name: Charles A. Cornish

Title: Senior Landman

Date: 10-9-06