

November 2, 2006

Notice of Application for Permit to Plugback  
to the Penrose Skelly, Grayburg Pool in the  
R. L. Clifton #2 Well by Chevron U.S.A. Inc.  
Unit Letter M of Section 4, T22S, R37E,  
Lea County, New Mexico

Chevron U.S.A. Inc.  
Attn: Mike Howell  
15 Smith Rd.  
Midland, TX 79705

Dear Mr. Howell:

BEC Corporation, hereby waives any objection to Chevron's proposed plug back and re-completion in the R. L. Clifton #2 to the PENROSE SKELLY; GRAYBURG Pool. Such well is located 660 feet from the South Line and 810 feet from the West Line of Section 4, T-22-S, R-37-E, N.M.P.M., Lea County, New Mexico.

BEC Corportion

By: William C. St. Clair  
Name: William C. St. Clair  
Title: V.P.

Date: 11/2/06