

**CABOT CORPORATION**

P. O. BOX 1101, PAMPA, TEXAS 79065

R. A. KEAGY

WESTERN REGION

DRILLING & PRODUCTION

MANAGER

CABLE ADDRESS CABLAK " PAMPA

PHONE 669 - 2581 (AREA CODE 306)

June 20, 1979

Kerr McGee
Box 250
Amarillo, Texas 79189

Attention: Mr. Jim Hacksma

Gentlemen:

Cabot has recently experienced trouble on the salt water disposal well on its Fleet No. 1 disposing of water in the San Andres formation.

Attached is the proposal to convert our J. L. Reed No. 1 well to a disposal well in the Devonian pay that has previously been abandoned when it went to 100 percent water.

If you have no objection, would you please sign two copies of the enclosed waiver and return to Cabot Corporation, Box 1101, Pampa, Texas 79065, Attention: R. A. Keagy.

Very truly yours,

R. A. Keagy
Manager, Drilling & Production,
Western Region

RAK:tw

Attachments: Waiver
Acreage plat
Form C-108
Proposed well sketch