

POLARIS PRODUCTION CORP.

OIL & GAS PRODUCERS

308 WALL TOWERS WEST BLDG.
MIDLAND, TEXAS 79702

DAVIS PAYNE
PRESIDENT

June 29, 1978

TELEPHONE 915-684-8248
REPLY TO: P. O. BOX 1749

Dyco Petroleum Corp.
905 Western United Life Building
Midland, Texas 79701

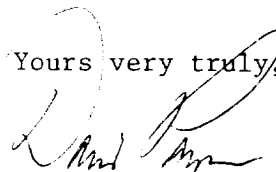
Re: Waiver of Objection to
Non-Standard Location in
Medicine Rock Devonian Field
Lea County, New Mexico

Dear Sir:

We propose to re-enter the former Jake L. Hamon, No. 1 Clara Roberts well located 330' from the West Line and 1980' from the North Line of Section 23, T-15-S, R-38-E, Lea County, New Mexico. This is a non-standard location according to field rules and would require a hearing for approval. However, if you waive objection as the off-set operator, it can be approved administratively.

Therefore, we earnestly solicit your approval, so that some thirty days or longer of waiting time could be shortened. We would appreciate your favorable consideration.

Yours very truly,



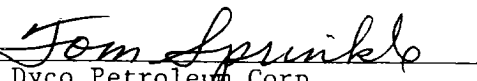
Davis Payne
President

DP:pk

Waiver of Objection of Non-Standard Location
of Clara Roberts No. 1.

We hereby waive any objection to the re-entry by Polaris Production Corp. into the Clara Roberts No. 1 Well located at a non-standard location 330' from the West Line and 1980' from the North Line of Section 23, T-15-S, R-38-E, Lea County, New Mexico, in the Medicine Rock Devonian Field. Further, we understand that this waiver is to be used for purposes of securing administrative approval of this re-entry location from the New Mexico Oil and Gas Commission this date.

ACCEPTED BY:



Dyco Petroleum Corp.
Midland, Texas

DATE: June 29, 1978