PETRUS OIL COMPANY, L.P.

12377 MERIT DRIVE, SUTTE 1600 DALLAS, TEXAS 75251 (214) 788-3300 EACSIMILE (214) 788-3399

June 24, 1988

Phillips Petroleum 4001 Penbrook Street Odessa, Texas 79762

Attn: Mr. Frank Hulse

Commingling Waiver Request Re: State "D" #2 Section 11, T17S, R33E Lea County, New Mexico

Gentlemen:

Petrus Oil Company, L. P. respectfully requests your immediate approval of the attached Waiver of Objection allowing Petrus to obtain an exception to Rule 303-A and permit the downhole commingling of the Sanmal Queen and the Maljamar Grayburg pools in the above well.

Approval of the attached Waiver will expedite our application process. Please return the original signed waiver to us by Federal Express as soon as possible, our account number is 1007-8692-3. If you should elect not to sign the waiver, this letter will serve as notice of our application.

If you should have any questions, please contact me at the telephone number listed above.

Sincerely,

Suzann J. Welch Suzann J. Welch

Regulatory Coordinator

WAIVER of OBJECTION

The undersigned has been notified of Petrus' application to downhole commingle the Sanmal Queen and the Maljamar Grayburg pools in the State "D" #2, 1980' FSL and 660' FWL of Section 11, T 17 S, R 33 E, Lea County, New Mexico.

Phillips Petroleum, as an offset operator, hereby waives any objection to Petrus Oil Company, L. P.'s application for Exception to Statewide Rule 303-A dated June 24, 1988.

COMPANY
REPRESENTATIVE
SIGNATURE
TITLE
DATE