



Texaco USA
Producing Department

PO Box 3109
Midland TX 79702

JAN 22 1988

PERMITS SECTION

January 21, 1988

New Mexico Dept. of Energy and Minerals
Oil Conservation Division
P. O. Box 1980
Hobbs, New Mexico 88240

Attention: Rule 37 Section

RE: GOV - STATE AND LOCAL GOVERNMENTS
New Mexico Oil Conservation Division
Waiver Request
Rule 37 Exception

Gentlemen:

Texaco Inc., as an offset operator, hereby waives any objection to the request of Phillips Petroleum Company to drill and complete the East Vacuum Grayburg/San Andres Unit Well No. 3229-012 in the Vacuum Grayburg/San Andres Pool.

It is understood that the well is to be located 2630' FSL and 569' FWL of Section 32, T-17-S, R-35-E, Lea County, New Mexico.

Yours very truly,

James W. Cox
Engineering Manager

APR/so