



Texaco USA
Producing Department
Midland Division

PO Box 3109
Midland TX 79702-3109

June 13, 1990

GOV - STATE AND LOCAL GOVERNMENTS
NON-STANDARD GAS PRORATION UNIT

State "H" Well No. 3
Sec. 32, T-19-S, R-37-E
Eumont Yates 7 Rivers on (Pro Gas) Field
Lea County, New Mexico

TO THE OFFSET OPERATORS

Gentlemen:

As an offset operator to the captioned lease, you are being furnished with a copy of our Application for an Exception to Rule 104, D. II. If you have no objection, please sign the waiver at the bottom of this letter and return in the enclosed envelope.

Any questions concerning this request should be directed to Mr. C. W. Howard at (915) 688-4606.

Yours very truly,

C. P. Basham
Drilling Superintendent
on Behalf of Texaco Producing Inc.

CWH:cwh

File

WAIVER APPROVED:

COMPANY: Chevron U.S.A. Inc.

BY: Alan W. Bohling, Special Projects Engineer

DATE: June 21, 1990