WAIVER

New Mexico Oil Conservation Commission P.O. Box 2088 Santa Fe, New Mexico 87501

Attention: Mr. Joe D. Ramey

This is to advise that the undersigned has made application for an exception to Rule 4 of the rules for Fowler - Upper Yeso Pool for J.A.E. Knight, Well No. 2. We hereby waive any objection to the granting of this application for the well which will be located:

J.A.E. Knight, Well No. 2, to be 330' FSL and 330' FWL of Section 14, T24S, R37E, Lea County, New Mexico.

Executed this _____ day of _____, 1977.

Company

By___

CIL CONSTRUCTION OF COMMAN