# Summary of Communications Case No. 14809

Layla Fee Com #2H Well 185' FNL & 2150' FWL (SL) 330' FSL & 2150' FWL (BHL) Section 35, T23S, R28E Eddy County, New Mexico

### Clarence W. Ervin and Mary I. Ervin

Tracts 8 & 9

Interest Unknown

- 1) 02-21-2012 Proposed well via certified mail with AFE enclosed, pending proof of ownership. Attached portions of our Title Opinion explaining the discrepancies in title. Offered to purchase an Oil and Gas Lease in lieu of participation in well.
- 2) 03-06-2012 Follow up letter via regular mail.

### Bertha Lorene Osborn

Tracts 8 & 9

Interest Unknown

- 1) 02-21-2012 Proposed well via certified mail with AFE enclosed, pending proof of ownership. Attached portions of our Title Opinion explaining the discrepancies in title. Offered to purchase an Oil and Gas Lease in lieu of participation in well.
- 2) 03-06-2012 Follow up letter via regular mail.

### Wells Fargo Bank New Mexico, NA

Tracts 8 & 9

Interest Unknown

- 1) 02-21-2012 Proposed well via certified mail with AFE enclosed, pending proof of ownership. Attached portions of our Title Opinion explaining the discrepancies in title. Offered to purchase an Oil and Gas Lease in lieu of participation in well.
- 2) 03-06-2012 Follow up letter via regular mail.

### Virginia Lee Davis

Tracts 8 & 9

Interest Unknown

- 02-21-2012 Proposed well via certified mail with AFE enclosed, pending proof of ownership. Attached portions of our Title Opinion explaining the discrepancies in title. Offered to purchase an Oil and Gas Lease in lieu of participation in well.
- 2) 03-06-2012 Follow up letter via regular mail.

Oil Conserva	ation Div	ision
Case No.		
Exhibit No.		-

Tracts 8 & 9

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- 2) 03-06-2012 Follow up letter via regular mail.

### Pavlos P. Panagopoulos

Tracts 8 & 9

Interest Unknown

- 1) 02-21-2012 Proposed well via certified mail with AFE enclosed, pending proof of ownership. Attached portions of our Title Opinion explaining the discrepancies in title. Offered to purchase an Oil and Gas Lease in lieu of participation in well.
- 2) 03-06-2012 Follow up letter via regular mail.
- 3) 04-04-2012 Proposed well again via certified mail with AFE enclosed to forwarding address.

### Panagotia P. Panagopoulos

Tracts 8 & 9

Interest Unknown

- 1) 02-21-2012 Proposed well via certified mail with AFE enclosed, pending proof of ownership. Attached portions of our Title Opinion explaining the discrepancies in title. Offered to purchase an Oil and Gas Lease in lieu of participation in well.
- 2) 03-06-2012 Follow up letter via regular mail.

### James W. Klipstine, Jr.

Tracts 8 & 9

Interest Unknown

- 02-21-2012 Proposed well via certified mail with AFE enclosed, pending proof of ownership. Attached portions of our Title Opinion explaining the discrepancies in title. Offered to purchase an Oil and Gas Lease in lieu of participation in well.
- 2) 03-06-2012 Follow up letter via regular mail.
- 3) 03-19-2012 Received signed Oil and Gas Lease offer letter. Sent Oil and Gas Lease for his signature under cover letter dated 03-19-2012.

### Bonnie R. Gregory

Tracts 8 & 9

Interest Unknown

- 1) 02-21-2012 Proposed well via certified mail with AFE enclosed, pending proof of ownership. Attached portions of our Title Opinion explaining the discrepancies in title. Offered to purchase an Oil and Gas Lease in lieu of participation in well.
- 2) 03-06-2012 Follow up letter via regular mail.

Helen Beeman Tracts 8 & 9

Interest Unknown

- 1) 02-21-2012 Proposed well via certified mail with AFE enclosed, pending proof of ownership. Attached portions of our Title Opinion explaining the discrepancies in title. Offered to purchase an Oil and Gas Lease in lieu of participation in well.
- 2) 03-06-2012 Follow up letter via regular mail.
- 3) 03-28-2012 Sent another proposal letter to forwarding address.
- 4) 04-03-2012 Phone call to M. Craig Beeman. He said he represents his mother, Helen Beeman and is sending me a deed from Helen Beeman to himself covering her interest. Ph # 512-410-7554
- 5) 04-05-2012 Phone call to M. Craig Beeman informing him the deed he sent me only conveyed a royalty interest in "Layla "35" Fee Com No. 1. Told him I would prepare a quitclaim deed for him that would convey all of his mothger's interest in the entire section to him.
- 6) 04-05-2012 Emailed a quitclaim deed to Mr. Beeman to be returned by Monday, April 9.

### Kevin J. Hanratty

Tracts 8 & 9

Interest Unknown

- 1) 02-21-2012 Proposed well via certified mail with AFE enclosed, pending proof of ownership. Attached portions of our Title Opinion explaining the discrepancies in title. Offered to purchase an Oil and Gas Lease in lieu of participation in well.
- 2) 03-06-2012 Follow up letter via regular mail.
- 3) 03-30-2012 Phone call from Kevin's secretary, said he would settle for \$500. Told her "No thank you"; told her we think \$100 is a fair price since we don't know what he owns or if he owns anything.

### Andreas P. Panagopoulos

Tracts 8 & 9

Interest Unknown

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- 3) 04-04-2012 Proposed well again via certified mail with AFE enclosed to forwarding address.

First Federal Savings and Loan Association Of Littlefield, Texas

Tracts 8 & 9
Interest Unknown

- 1) 02-21-2012 Proposed well via certified mail with AFE enclosed, pending proof of ownership. Attached portions of our Title Opinion explaining the discrepancies in title. Offered to purchase an Oil and Gas Lease in lieu of participation in well.
- 2) 03-06-2012 Follow up letter via regular mail.
- 3) Phone call from Nolan Greak, attorney who represents himself as well as First Federal, said he would like to quit claim both his interest and First Federal's interest to Mewbourne. Verbally agreed to \$100 consideration; said he would have to present the idea to First Federal's Board of Directors.
- 4) 03-09-2012 Emailed two Quit Claim Deeds to Nolan for his review.
- 5) 03-12-2012 Email from Nolan saying he thinks the deeds will work.
- 6) 03-26-2012 Follow up email on status of our deal. He replied stating that he would present the deed to the Board of Directors on Wednesday, March 28.
- 7) 04-03-2012 Follow up email on the verdict of the meeting with First Federal.
- 8) 04-04-2012 Email from Nolan Greak stating that the board voted not to convey its interest to Mewbourne. Said he hasn't made a decision regarding his interest yet.

### Irma J. Gregory

Tracts 8 & 9

Interest Unknown

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2) 03-06-2012 Follow up letter via regular mail.

### Panagopoulos Enterprises

Tracts 8 & 9

Interest Unknown

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- 2) 03-06-2012 Follow up letter via regular mail.

### Nolan Greak

Tracts 8 & 9

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- 7) 04-03-2012 Follow up email on the verdict of the meeting with First Federal.
- 8) 04-04-2012 Email from Nolan Greak stating that the board voted not to convey its interest to Mewbourne. Said he hasn't made a decision regarding his interest yet.

### Nevill Manning

Tracts 8 & 9

Interest Unknown

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2) 03-06-2012 Follow up letter via regular mail.

### Laura Meade

Tracts 8 & 9

Interest Unknown

1) 02-21-2012 Proposed well via certified mail with AFE enclosed, pending proof of ownership. Attached portions of our Title Opinion explaining the discrepancies in title. Offered to purchase an Oil and Gas Lease in lieu of participation in well.

2) 03-06-2012 Follow up letter via regular mail.

### LBD, a Limited Partnership

Tracts 8 & 9

Interest Unknown

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- 2) 03-06-2012 Follow up letter via regular mail.

### Magdalene P. Panagopoulos

Tracts 8 & 9

Interest Unknown

- 1) 02-21-2012 Proposed well via certified mail with AFE enclosed, pending proof of ownership. Attached portions of our Title Opinion explaining the discrepancies in title. Offered to purchase an Oil and Gas Lease in lieu of participation in well.
- 2) 03-06-2012 Follow up letter via regular mail.
- 3) 02-29-2012 Received email from Magdalene "Dolly" Panagopoulos claiming to own the mineral rights, she attached a copy of my letter.
- 4) 03-01-2012 Emailed Magdalene explaining the circumstances again and asking for proof of ownership

Mary Jo Dickerson

Tracts 8 & 9
Interest Unknown

1) 02-21-2012 Proposed well via certified mail with AFE enclosed, pending proof of ownership. Attached portions of our Title Opinion explaining the discrepancies in title. Offered to purchase an Oil and Gas Lease in lieu of participation in well.

2) 03-06-2012 Follow up letter via regular mail.

### John Edward Hall III

Tracts 8 & 9

Interest Unknown

1) 02-21-2012 Proposed well via certified mail with AFE enclosed, pending proof of ownership. Attached portions of our Title Opinion explaining the discrepancies in title. Offered to purchase an Oil and Gas Lease in lieu of participation in well.

2) 03-06-2012 Follow up letter via regular mail.

Thomas M. Beall

.39062% WI

In N/2

1) 02-20-2012 Proposed well via certified mail with AFE and JOA enclosed. Offered to negotiate terms to acquire his interest lieu of his participation in well.

2) 03-08-2012 Follow up letter via regular mail.

#### RSG Trust Dated 8/19/02

.39063% WI

In N/2

- 1) 02-20-2012 Proposed well via certified mail with AFE and JOA enclosed. Offered to negotiate terms to acquire his interest lieu of his participation in well.
- 2) 03-08-2012 Follow up letter via regular mail.
- 3) 04-09-2012 Offered to purchase their interest via regular mail, per discussion with Trey Robbins of same date.

Roden Oil Company

5.71274% WI

in N/2

1.8564975% WI

in S/2

- 1) 02-20-2012 Proposed well via certified mail with AFE and JOA enclosed. Offered to negotiate terms to acquire his interest lieu of his participation in well.
- 2) 03-08-2012 Follow up letter via regular mail.
- 3) Emails with Roden regarding change in their working interest %.

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# MEWBOURNE OIL COMPANY

500 W. TEXAS, SUITE 1020 MIDLAND, TEXAS 79701

(432) 682-3715 FAX (432) 685-4170

February 21, 2012

Via Certified Mail-Return Receipt No. 9660

Clarence W. Ervin and Mary I. Ervin 4016 Jones Street Carlsbad, New Mexico 88220

Re: Layla "35" #2H Well 185' FNL & 2150' FWL (SL) 330' FSL & 2150' FWL (BHL) Section 35, T23S, R28E Eddy County, New Mexico

### Ladies and Gentlemen:

Mewbourne Oil Company as Operator proposes to drill the captioned well at the referenced surface location (SL) and drill same horizontally from a northerly direction to a southerly direction to a terminus point at the referenced bottom hole location (BHL). The proposed well will be drilled to a true vertical depth of approximately 6,700 feet beneath the surface and drilled horizontally to an approximate measured depth of 11,200 feet to evaluate the Middle Avalon Shale interval in the Bone Spring formation for oil and gas production. The nonstandard oil proration unit for the proposed well will comprise the E/2W/2 of the captioned Section 35 containing 160 acres, more or less. Enclosed for your further handling regarding the above proposed well is our AFE dated December 5, 2011 which is an estimated well cost.

Regarding the above, you may own a portion of a 12.6/350 mineral interest in a 350 acre tract of land in the captioned Section 35. However our title attorney was unable to ascertain your exact mineral ownership in Tracts 8 and 9 in said 350 acre tract of land due to the confused chain of title associated with such interest. For your information I've enclosed the pertinent pages of our Drilling Opinion of Title dated May 16, 2011. In the event you elect to participate in the proposed well as to your unleased mineral interest, please furnish me proof of your ownership.

In the event you elect not to participate in the proposed well or you can not prove your ownership, Mewbourne offers to purchase an Oil and Gas Lease from you on the basis of \$100.00 for a three year paid up lease providing a 3/16<sup>th</sup> royalty interest. This would be in lieu of our having to force pool your interest since we can not determine what your mineral interest is.

Layla "35" #2H Well February 21, 2012 Page 2 of 2

Should you elect to lease your interest to us as referenced above, please sign and return this letter to me at your earliest convenience and I'll send you an Oil and Gas Lease to you for execution. Upon our receipt of the executed lease, I will forward you \$100 which represents the lease bonus payment. Should you have any questions regarding the above, please call me at (432) 682-3715 or my email address is <a href="mailto:mwood@mewbourne.com">mwood@mewbourne.com</a>.

Sincerely yours,	
MEWBOURNE OIL COMPANY  Mason Wood Landman	
MW/gb	
The undersigned elects to grant Mewbourne Oil Con	npany and Oil and Gas Lease as referenced above.
By:	By:
Clarence W. Ervin	Mary I. Ervin
Date signed:	
Tax I.D.#:	

	Complete items 1, 2, and 3. Also complete item 4 if Restricted Delivery is desired.  Print your name and address on the reverse so that we can return the card to you.  Attach this card to the back of the mailpiece, or on the front if space permits.	A. Signature  X. Grant Addresse  B. Received by (Printed Name)  C. Date of Deliver  2 2 3 1 3  D. Is delivery address different from item 1? Yes  If YES, enter delivery address below:
	Clarence W. Ervin and Mary I. Ervin 4016 Jones Street Carlsbad, New Mexico 88220	3. Service Type Certified Mail
·	2. Article Number 7009 23 (Transfer from service label)	250 0000 0617 9660
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500 W. TEXAS, SUITE 1020 MIDLAND, TEXAS 79701

> (432) 682-3715 FAX (432) 685-4170

March 6, 2012

Clarence W. Ervin and Mary I. Ervin 4016 Jones Street Carlsbad, New Mexico 88220

Re:

Layla "35" #2H Well

185' FNL & 2150' FWL (SL) 330' FSL & 21550' FWL (BHL)

Section 35, T23S, R28E Eddy County, New Mexico

Dear Mr. and Mrs. Ervin:

Reference is made to my previous letter dated February 21, 2012 (see copy enclosed) whereby Mewbourne Oil Company as Operator proposed drilling the captioned well. To date, you have not responded to our well proposal regarding your decision to participate in the proposed well as an unleased mineral interest owner, or alternatively, our offer to lease your unleased mineral interest in the event you elect not to participate in the captioned proposed well. Accordingly, we will be filing an Application for Compulsory Pooling regarding your uncommitted interest whereby your interest will be force pooled at an Examiner's Hearing in Santa Fe, New Mexico at the offices of the New Mexico Oil Conservation Division. You will be notified of the hearing date which is scheduled for Thursday, April 12, 2012.

To avoid the necessity of our having to force pool your unleased mineral interest so we can drill the captioned proposed well in a timely manner, please respond to our well proposal or our offer to lease your interest on the terms offered.

Sincerely yours,

MEWBOURNE OIL COMPANY

Mason Wood Landman

500 W. TEXAS, SUITE 1020 MIDLAND, TEXAS 79701

> (432) 682-3715 FAX (432) 685-4170

February 21, 2012

Via Certified Mail-Return Receipt No. 9547

Bertha Lorene Osborn c/o Pamela Rae Cummings, AIF & Agent 521 N. Ash Carlsbad, New Mexico 88220

Re: Layla "35" #2H Well 185' FNL & 2150' FWL (SL) 330' FSL & 2150' FWL (BHL) Section 35, T23S, R28E Eddy County, New Mexico

### Ladies and Gentlemen:

Mewbourne Oil Company as Operator proposes to drill the captioned well at the referenced surface location (SL) and drill same horizontally from a northerly direction to a southerly direction to a terminus point at the referenced bottom hole location (BHL). The proposed well will be drilled to a true vertical depth of approximately 6,700 feet beneath the surface and drilled horizontally to an approximate measured depth of 11,200 feet to evaluate the Middle Avalon Shale interval in the Bone Spring formation for oil and gas production. The nonstandard oil proration unit for the proposed well will comprise the E/2W/2 of the captioned Section 35 containing 160 acres, more or less. Enclosed for your further handling regarding the above proposed well is our AFE dated December 5, 2011 which is an estimated well cost.

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In the event you elect not to participate in the proposed well or you can not prove your ownership, Mewbourne offers to purchase an Oil and Gas Lease from you on the basis of \$100.00 for a three year paid up lease providing a 3/16<sup>th</sup> royalty interest. This would be in lieu of our having to force pool your interest since we can not determine what your mineral interest is.

Layla "35" #2H Well February 21, 2012 Page 2 of 2

Should you elect to lease your interest to us as referenced above, please sign and return this letter to me at your earliest convenience and I'll send you an Oil and Gas Lease to you for execution. Upon our receipt of the executed lease, I will forward you \$100 which represents the lease bonus payment. Should you have any questions regarding the above, please call me at (432) 682-3715 or my email address is <a href="mailto:mwood@mewbourne.com">mwood@mewbourne.com</a>.

or my email address is <a href="mwood@mewbourne.com">mwood@mewbourne.com</a> .
Sincerely yours,
MEWBOURNE OIL COMPANY  Mamn Wal
Mason Wood Landman
MW/gb
The undersigned elects to grant Mewbourne Oil Company and Oil and Gas Lease as referenced above.
Bertha Lorene Osborn
By:
Pamela Rae Cummings
Agent and Attorney-in-Fact
Date signed:
Tax I.D.#:

# GENT (FIED WINE.

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# First Class Mail

	FROM
MEW	BOURNE OIL COMPANY
	500 WEST TEXAS, SUITE 1020
	MIDLAND, TEXAS 79701
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500 W. TEXAS, SUITE 1020 MIDLAND, TEXAS 79701

> (432) 682-3715 FAX (432) 685-4170

March 6, 2012

Bertha Lorene Osborn c/o Pamela Rae Cummings, AIF & Agent 521 N. Ash Carlsbad, New Mexico 88220

Re:

Layla "35" #2H Well

185' FNL & 2150' FWL (SL) 330' FSL & 21550' FWL (BHL)

Section 35, T23S, R28E Eddy County, New Mexico

Dear Mrs. Osborn:

Reference is made to my previous letter dated February 21, 2012 (see copy enclosed) whereby Mewbourne Oil Company as Operator proposed drilling the captioned well. To date, you have not responded to our well proposal regarding your decision to participate in the proposed well as an unleased mineral interest owner, or alternatively, our offer to lease your unleased mineral interest in the event you elect not to participate in the captioned proposed well. Accordingly, we will be filing an Application for Compulsory Pooling regarding your uncommitted interest whereby your interest will be force pooled at an Examiner's Hearing in Santa Fe, New Mexico at the offices of the New Mexico Oil Conservation Division. You will be notified of the hearing date which is scheduled for Thursday, April 12, 2012.

To avoid the necessity of our having to force pool your unleased mineral interest so we can drill the captioned proposed well in a timely manner, please respond to our well proposal or our offer to lease your interest on the terms offered.

Sincerely yours,

MEWBOURNE OIL COMPANY

Mason Wood Landman

500 W. TEXAS, SUITE 1020 MIDLAND, TEXAS 79701 Not at

Bertha Lorene Osborn c/o Pamela Rae Cummings, AIF & Ager 521 N. Ash

Carlsbad, 1 28220

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RETURN TO SENDER

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MAILED FROM ZIP CODE 79701

500 W. TEXAS, SUITE 1020 MIDLAND, TEXAS 79701

> (432) 682-3715 FAX (432) 685-4170

February 21, 2012

Via Certified Mail-Return Receipt No. 9639

Wells Fargo Bank New Mexico, NA 2318 West Pierce Street Carlsbad, New Mexico 88220

Re:

Layla "35" #2H Well 185' FNL & 2150' FWL (SL) 330' FSL & 2150' FWL (BHL) Section 35, T23S, R28E Eddy County, New Mexico

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Layla "35" #2H Well February 21, 2012 Page 2 of 2

Date signed:

Tax I.D.#:

Should you elect to lease your interest to us as referenced above, please sign and return this letter to me at your earliest convenience and I'll send you an Oil and Gas Lease to you for execution. Upon our receipt of the executed lease, I will forward you \$100 which represents the lease bonus payment. Should you have any questions regarding the above, please call me at (432) 682-3715 or my email address is <a href="mailto:mwood@mewbourne.com">mwood@mewbourne.com</a>.

Sincerely yours,
MEWBOURNE OIL COMPANY  Mason Wood  Landman
MW/gb
The undersigned elects to grant Mewbourne Oil Company and Oil and Gas Lease as referenced
WELLS FARGO BANK NEW MEXICO, NA
By:

above.

	Complete items 1, 2, and 3. Also complete item 4 if Restricted Delivery is desired. Print your name and address on the reverse so that we can return the card to you.  4 Attach this card to the back of the mailpiece, or on the front if space permits.	A. Signature  Agent  Addresse  B. Received by (Printed Name)  C. Date of Deliver  D: Is delivery address different from item 1? Yes
	Wells Fargo Bank New Mexico, NA 2318 West Pierce Street	If YES, enter delivery address below: ☐ No
	Carlsbad, New Mexico 88220	3. Service Type Certified Mail
	2. Article Number 7 [] [	09 2250 0000 0617 9639 .
**	PS Form 3811, February 2004 Domestic	Return Receipt 102595-02-M-154

500 W. TEXAS, SUITE 1020 MIDLAND, TEXAS 79701

> (432) 682-3715 FAX (432) 685-4170

March 6, 2012

Wells Fargo Bank New Mexico, NA 2318 West Pierce Street Carlsbad, New Mexico 88220

Re:

Layla "35" #2H Well

185' FNL & 2150' FWL (SL) 330' FSL & 21550' FWL (BHL)

Section 35, T23S, R28E Eddy County, New Mexico

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Sincerely yours,

MEWBOURNE OIL COMPANY

Mason Wood Landman

500 W. TEXAS, SUITE 1020 MIDLAND, TEXAS 79701

> (432) 682-3715 FAX (432) 685-4170

February 21, 2012

Via Certified Mail-Return Receipt No. 9608

Virginia Lee Davis 2605 W. Ohio Carlsbad, New Mexico 88220

Re:

Layla "35" #2H Well

185' FNL & 2150' FWL (SL) 330' FSL & 2150' FWL (BHL) Section 35, T23S, R28E Eddy County, New Mexico

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Layla "35" #2H Well February 21, 2012 Page 2 of 2

Should you elect to lease your interest to us as referenced above, please sign and return this letter to me at your earliest convenience and I'll send you an Oil and Gas Lease to you for execution. Upon our receipt of the executed lease, I will forward you \$100 which represents the lease bonus payment. Should you have any questions regarding the above, please call me at (432) 682-3715 or my email address is <a href="mailto:mwood@mewbourne.com">mwood@mewbourne.com</a>.

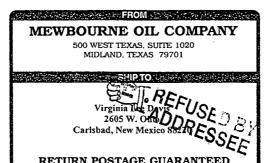
or my email address is <u>mwood@mewbourne.com</u> .
Sincerely yours,
MEWBOURNE OIL COMPANY  Mason Wood
Landman
MW/gb
The undersigned elects to grant Mewbourne Oil Company and Oil and Gas Lease as referenced above.
By: Virginia Lee Davis
Date signed:
Tax I.D.#:



7009 2250 0000 0617 9608



# First Class Mail



2.02-12 DAVIS, U

Deceased

2023





Virginia Lee Davis 2605 W. Ohio Carlsbad, New Mexico 88220

















500 W. TEXAS, SUITE 1020 MIDLAND, TEXAS 79701

(432) 682-3715 FAX (432) 685-4170

March 6, 2012

Virginia Lee Davis 2605 W. Ohio Carlsbad, New Mexico 88220

Re:

Layla "35" #2H Well 185' FNL & 2150' FWL (SL) 330' FSL & 21550' FWL (BHL) Section 35, T23S, R28E Eddy County, New Mexico

Dear Mrs. Davis:

Reference is made to my previous letter dated February 21, 2012 (see copy enclosed) whereby Mewbourne Oil Company as Operator proposed drilling the captioned well. To date, you have not responded to our well proposal regarding your decision to participate in the proposed well as an unleased mineral interest owner, or alternatively, our offer to lease your unleased mineral interest in the event you elect not to participate in the captioned proposed well. Accordingly, we will be filing an Application for Compulsory Pooling regarding your uncommitted interest whereby your interest will be force pooled at an Examiner's Hearing in Santa Fe, New Mexico at the offices of the New Mexico Oil Conservation Division. You will be notified of the hearing date which is scheduled for Thursday, April 12, 2012.

To avoid the necessity of our having to force pool your unleased mineral interest so we can drill the captioned proposed well in a timely manner, please respond to our well proposal or our offer to lease your interest on the terms offered.

Sincerely yours,

MEWBOURNE OIL COMPANY

Mason Wood Landman

500 W. TEXAS, SUITE 1020 MIDLAND, TEXAS 79701

> (432) 682-3715 FAX (432) 685-4170

February 21, 2012

Via Certified Mail-Return Receipt No. 9707

Stanley J. Gregory 3510 Joshua St. Carlsbad, New Mexico 88220

Re: Layla "35" #2H Well 185' FNL & 2150' FWL (SL) 330' FSL & 2150' FWL (BHL) Section 35, T23S, R28E Eddy County, New Mexico

### Ladies and Gentlemen:

Mewbourne Oil Company as Operator proposes to drill the captioned well at the referenced surface location (SL) and drill same horizontally from a northerly direction to a southerly direction to a terminus point at the referenced bottom hole location (BHL). The proposed well will be drilled to a true vertical depth of approximately 6,700 feet beneath the surface and drilled horizontally to an approximate measured depth of 11,200 feet to evaluate the Middle Avalon Shale interval in the Bone Spring formation for oil and gas production. The nonstandard oil proration unit for the proposed well will comprise the E/2W/2 of the captioned Section 35 containing 160 acres, more or less. Enclosed for your further handling regarding the above proposed well is our AFE dated December 5, 2011 which is an estimated well cost.

Regarding the above, you may own a portion of a 12.6/350 mineral interest in a 350 acre tract of land in the captioned Section 35. However our title attorney was unable to ascertain your exact mineral ownership in Tracts 8 and 9 in said 350 acre tract of land due to the confused chain of title associated with such interest. For your information I've enclosed the pertinent pages of our Drilling Opinion of Title dated May 16, 2011. In the event you elect to participate in the proposed well as to your unleased mineral interest, please furnish me proof of your ownership.

In the event you elect not to participate in the proposed well or you can not prove your ownership, Mewbourne offers to purchase an Oil and Gas Lease from you on the basis of \$100.00 for a three year paid up lease providing a  $3/16^{th}$  royalty interest. This would be in lieu of our having to force pool your interest since we can not determine what your mineral interest is.

Layla "35" #2H Well February 21, 2012 Page 2 of 2

Should you elect to lease your interest to us as referenced above, please sign and return this letter to me at your earliest convenience and I'll send you an Oil and Gas Lease to you for execution. Upon our receipt of the executed lease, I will forward you \$100 which represents the lease bonus payment. Should you have any questions regarding the above, please call me at (432) 682-3715 or my email address is <a href="mailto:mwood@mewbourne.com">mwood@mewbourne.com</a>.

or my email address is <u>mwood@mewbourne.com</u> .
Sincerely yours,
MEWBOURNE OIL COMPANY  Wasen Wood  Landman
MW/gb
The undersigned elects to grant Mewbourne Oil Company and Oil and Gas Lease as referenced above.
By: Stanley J. Gregory
Date signed:
Tax I.D.#:

	Complete items 1, 2, and 3. Also complete item 4 if Restricted Delivery is desired.  Print your name and address on the reverse so that we can return the card to you.  Attach this card to the back of the mailpiece, or on the front if space permits.  1. Article Addressed to:  Stanley J. Gregory  3510 Joshua St.  Carlsbad, New Mexico 88220	A. Signature  X
	2. Article Number 7009 22	50 0000 0617 9707
· *	PS Form 3811, February 2004 Domestic Re	turn Receipt 102595-02-M-15
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500 W. TEXAS, SUITE 1020 MIDLAND, TEXAS 79701

> (432) 682-3715 FAX (432) 685-4170

March 6, 2012

Stanley J. Gregory 3510 Joshua St. Carlsbad, New Mexico 88220

Re:

Layla "35" #2H Well

185' FNL & 2150' FWL (SL) 330' FSL & 21550' FWL (BHL)

Section 35, T23S, R28E Eddy County, New Mexico

Dear Mr. Gregory:

Reference is made to my previous letter dated February 21, 2012 (see copy enclosed) whereby Mewbourne Oil Company as Operator proposed drilling the captioned well. To date, you have not responded to our well proposal regarding your decision to participate in the proposed well as an unleased mineral interest owner, or alternatively, our offer to lease your unleased mineral interest in the event you elect not to participate in the captioned proposed well. Accordingly, we will be filing an Application for Compulsory Pooling regarding your uncommitted interest whereby your interest will be force pooled at an Examiner's Hearing in Santa Fe, New Mexico at the offices of the New Mexico Oil Conservation Division. You will be notified of the hearing date which is scheduled for Thursday, April 12, 2012.

To avoid the necessity of our having to force pool your unleased mineral interest so we can drill the captioned proposed well in a timely manner, please respond to our well proposal or our offer to lease your interest on the terms offered.

Sincerely yours,

MEWBOURNE OIL COMPANY

Mason Wood Landman

500 W. TEXAS, SUITE 1020 MIDLAND, TEXAS 79701

> (432) 682-3715 FAX (432) 685-4170

February 21, 2012

Via Certified Mail-Return Receipt No. 9783

Pavlos P. Panagopoulos 1805 Sandy Lane Carlsbad, New Mexico 88220

Re:

Layla "35" #2H Well

185' FNL & 2150' FWL (SL) 330' FSL & 2150' FWL (BHL) Section 35, T23S, R28E Eddy County, New Mexico

#### Ladies and Gentlemen:

Mewbourne Oil Company as Operator proposes to drill the captioned well at the referenced surface location (SL) and drill same horizontally from a northerly direction to a southerly direction to a terminus point at the referenced bottom hole location (BHL). The proposed well will be drilled to a true vertical depth of approximately 6,700 feet beneath the surface and drilled horizontally to an approximate measured depth of 11,200 feet to evaluate the Middle Avalon Shale interval in the Bone Spring formation for oil and gas production. The nonstandard oil proration unit for the proposed well will comprise the E/2W/2 of the captioned Section 35 containing 160 acres, more or less. Enclosed for your further handling regarding the above proposed well is our AFE dated December 5, 2011 which is an estimated well cost.

Regarding the above, you may own a portion of a 12.6/350 mineral interest in a 350 acre tract of land in the captioned Section 35. However our title attorney was unable to ascertain your exact mineral ownership in Tracts 8 and 9 in said 350 acre tract of land due to the confused chain of title associated with such interest. For your information I've enclosed the pertinent pages of our Drilling Opinion of Title dated May 16, 2011. In the event you elect to participate in the proposed well as to your unleased mineral interest, please furnish me proof of your ownership.

In the event you elect not to participate in the proposed well or you can not prove your ownership, Mewbourne offers to purchase an Oil and Gas Lease from you on the basis of \$100.00 for a three year paid up lease providing a  $3/16^{th}$  royalty interest. This would be in lieu of our having to force pool your interest since we can not determine what your mineral interest is.

Layla "35" #2H Well February 21, 2012 Page 2 of 2

Should you elect to lease your interest to us as referenced above, please sign and return this letter to me at your earliest convenience and I'll send you an Oil and Gas Lease to you for execution. Upon our receipt of the executed lease, I will forward you \$100 which represents the lease bonus payment. Should you have any questions regarding the above, please call me at (432) 682-3715 or my email address is <a href="mailto:mwood@mewbourne.com">mwood@mewbourne.com</a>.

or my email address is mwood@mewbourne.	com.
Sincerely yours,	
MEWBOURNE OIL COMPANY  Mason Wal	
Mason Wood Landman	
MW/gb	
The undersigned elects to grant Mewbourne Oil C	Company and Oil and Gas Lease as referenced above.
By:	
Pavlos P. Panagopoulos	
Date signed:	
Tax I.D.#:	

		Complete items 1, 2, and 3. Also complete item 4 if Restricted Delivery is desired.  Print your name and address on the reverse so that we can return the card to you.  Attach this card to the back of the mailpiece, or on the front if space permits.  1. Article Addressed to:  Pavlos P. Panagopoulos  1805 Sandy Lane  Carlsbad, New Mexico 88220	A. Signature    Agent   Addresse   Addresse   Addresse
•		2. Article Number 7009 2	250 0000 0617 9783
	**	PS Form 3811, February 2004 Domestic R	teturn Receipt 102595-02-M-154

500 W. TEXAS, SUITE 1020 MIDLAND, TEXAS 79701

> (432) 682-3715 FAX (432) 685-4170

March 6, 2012

Pavlos P. Panagopoulos 1805 Sandy Lane Carlsbad, New Mexico 88220

Re:

Layla "35" #2H Well 185' FNL & 2150' FWL (SL)

330' FSL & 21550' FWL (BHL) Section 35, T23S, R28E

Eddy County, New Mexico

### Dear Pavlos:

Reference is made to my previous letter dated February 21, 2012 (see copy enclosed) whereby Mewbourne Oil Company as Operator proposed drilling the captioned well. To date, you have not responded to our well proposal regarding your decision to participate in the proposed well as an unleased mineral interest owner, or alternatively, our offer to lease your unleased mineral interest in the event you elect not to participate in the captioned proposed well. Accordingly, we will be filing an Application for Compulsory Pooling regarding your uncommitted interest whereby your interest will be force pooled at an Examiner's Hearing in Santa Fe, New Mexico at the offices of the New Mexico Oil Conservation Division. You will be notified of the hearing date which is scheduled for Thursday, April 12, 2012.

To avoid the necessity of our having to force pool your unleased mineral interest so we can drill the captioned proposed well in a timely manner, please respond to our well proposal or our offer to lease your interest on the terms offered.

Sincerely yours,

MEWBOURNE OIL COMPANY

Mason Wood Landman

500 W. TEXAS, SUITE 1020 MIDLAND, TEXAS 79701



Pavlos P. Panagopoulos 1805 Sandy Lane Carlsbad, New Mexico 88220

NIXIE 871 SE 1 00 03/08/12
RETURN TO SENDER
NOT DELIVERABLE A5 ADDRESSED
UNABLE TO FORWARD
BC: 79701427970 \*2910-06533-06-36

500 W. TEXAS, SUITE 1020 MIDLAND, TEXAS 79701

> (432) 682-3715 FAX (432) 685-4170

April 4, 2012

Via Certified Mail-Return Receipt No. 7634

Pavlos P. Panagopoulos 615 Willowbrook Belen, New Mexico 87002

Re:

Layla "35" #2H Well

185' FNL & 2150' FWL (SL) 330' FSL & 2150' FWL (BHL) Section 35, T23S, R28E Eddy County, New Mexico

### Ladies and Gentlemen:

Mewbourne Oil Company as Operator proposes to drill the captioned well at the referenced surface location (SL) and drill same horizontally from a northerly direction to a southerly direction to a terminus point at the referenced bottom hole location (BHL). The proposed well will be drilled to a true vertical depth of approximately 6,700 feet beneath the surface and drilled horizontally to an approximate measured depth of 11,200 feet to evaluate the Middle Avalon Shale interval in the Bone Spring formation for oil and gas production. The nonstandard oil proration unit for the proposed well will comprise the E/2W/2 of the captioned Section 35 containing 160 acres, more or less. Enclosed for your further handling regarding the above proposed well is our AFE dated December 5, 2011 which is an estimated well cost.

Regarding the above, you may own a portion of a 12.6/350 mineral interest in a 350 acre tract of land in the captioned Section 35. However our title attorney was unable to ascertain your exact mineral ownership in Tracts 8 and 9 in said 350 acre tract of land due to the confused chain of title associated with such interest. For your information I've enclosed the pertinent pages of our Drilling Opinion of Title dated May 16, 2011. In the event you elect to participate in the proposed well as to your unleased mineral interest, please furnish me proof of your ownership.

In the event you elect not to participate in the proposed well or you can not prove your ownership, Mewbourne offers to purchase an Oil and Gas Lease from you on the basis of \$100.00 for a three year paid up lease providing a  $3/16^{th}$  royalty interest. This would be in lieu of our having to force pool your interest since we can not determine what your mineral interest is.

Layla "35" #2H Well April 4, 2012 Page 2 of 2

Should you elect to lease your interest to us as referenced above, please sign and return this letter to me at your earliest convenience and I'll send you an Oil and Gas Lease to you for execution. Upon our receipt of the executed lease, I will forward you \$100 which represents the lease bonus payment. Should you have any questions regarding the above, please call me at (432) 682-3715 or my email address is <a href="mailto:mwood@mewbourne.com">mwood@mewbourne.com</a>.

or my email address is <u>mwood@mewbourne.com</u> .
Sincerely yours,
MEWBOURNE OIL COMPANY  Mason Wood  Landman
MW/gb
The undersigned elects to grant Mewbourne Oil Company an Oil and Gas Lease as referenced above.
By: Pavlos P. Panagopoulos
Pavlos P. Panagopoulos
Date signed:
Tax I.D.#:

500 W. TEXAS, SUITE 1020 MIDLAND, TEXAS 79701

> (432) 682-3715 FAX (432) 685-4170

February 21, 2012

Via Certified Mail-Return Receipt No. 9790

Panagotia P. Panagopoulos 1805 Sandy Lane Carlsbad, New Mexico 88220

Re:

Layla "35" #2H Well 185' FNL & 2150' FWL (SL) 330' FSL & 2150' FWL (BHL) Section 35, T23S, R28E Eddy County, New Mexico

### Ladies and Gentlemen:

Mewbourne Oil Company as Operator proposes to drill the captioned well at the referenced surface location (SL) and drill same horizontally from a northerly direction to a southerly direction to a terminus point at the referenced bottom hole location (BHL). The proposed well will be drilled to a true vertical depth of approximately 6,700 feet beneath the surface and drilled horizontally to an approximate measured depth of 11,200 feet to evaluate the Middle Avalon Shale interval in the Bone Spring formation for oil and gas production. The nonstandard oil proration unit for the proposed well will comprise the E/2W/2 of the captioned Section 35 containing 160 acres, more or less. Enclosed for your further handling regarding the above proposed well is our AFE dated December 5, 2011 which is an estimated well cost.

Regarding the above, you may own a portion of a 12.6/350 mineral interest in a 350 acre tract of land in the captioned Section 35. However our title attorney was unable to ascertain your exact mineral ownership in Tracts 8 and 9 in said 350 acre tract of land due to the confused chain of title associated with such interest. For your information I've enclosed the pertinent pages of our Drilling Opinion of Title dated May 16, 2011. In the event you elect to participate in the proposed well as to your unleased mineral interest, please furnish me proof of your ownership.

In the event you elect not to participate in the proposed well or you can not prove your ownership, Mewbourne offers to purchase an Oil and Gas Lease from you on the basis of \$100.00 for a three year paid up lease providing a  $3/16^{th}$  royalty interest. This would be in lieu of our having to force pool your interest since we can not determine what your mineral interest is.

Layla "35" #2H Well February 21, 2012 Page 2 of 2

Should you elect to lease your interest to us as referenced above, please sign and return this letter to me at your earliest convenience and I'll send you an Oil and Gas Lease to you for execution. Upon our receipt of the executed lease, I will forward you \$100 which represents the lease bonus payment. Should you have any questions regarding the above, please call me at (432) 682-3715 or my email address is <a href="mailto:mwood@mewbourne.com">mwood@mewbourne.com</a>.

Sincerely yours,
MEWBOURNE OIL COMPANY  Mason Wood  Landman
MW/gb
The undersigned elects to grant Mewbourne Oil Company and Oil and Gas Lease as referenced above.
By:Panagotia P. Panagopoulos
Date signed:
Tax I.D.#:

	Complete items 1, 2, and 3. Also complete item 4 if Restricted Delivery is desired.  Print your name and address on the reverse so that we can return the card to you.  Attach this card to the back of the mailpiece, or on the front if space permits.  1. Article Addressed to:  Panagotia P. Panagopoulos 1805 Sandy Lane Carlsbad, New Mexico 88220	A. Signature  A. Signature  A. Signature  A. Signature  A. Signature  A. Signature  A. Addresse  B. Received by Printed Name)  C. Date of Deliver  B. No. With  C. D. Is delivery address different from item?  If YES, enter delivery address below  C. AST FOLL WEST  A. Signature  A. Signature  Agent  Addresse  B. Received by Printed Name)  C. Date of Deliver  B. Yes  If Yes, enter delivery address below  C. AST  A. Signature  Agent  A. Addresse  B. Received by Printed Name)  C. Date of Deliver  B. Yes  Yes  A. Signature  Agent  Addresse  B. Received by Printed Name)  C. Date of Deliver  B. Yes  Addresse  Addresse  Addresse  Addresse  B. Received by Printed Name)  C. Date of Deliver  B. Yes  Yes  A. Signature  Addresse  Addresse  B. Received by Printed Name)  C. Date of Deliver  Addresse  Addresse  Addresse  B. Received by Printed Name)  C. Date of Deliver  Addresse  Addresse  Addresse  B. Received by Printed Name)  C. Date of Deliver  Addresse  Addresse  Addresse  B. Received by Printed Name  C. Date of Deliver  Addresse  Addresse  Addresse  Addresse  Addresse  B. Received by Printed Name  C. Date of Deliver  Addresse  Addresse  Addresse  B. Received by Printed Name  Addresse  Add
	2. Article Number (Transfer from service label)	4. Restricted Delivery? (Extra Fee) ☐ Yes  2250 0000 0617 9790
*	PS Form 3811, February 2004 Domestic Re	turn Receipt 102595-02-M-154

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500 W. TEXAS, SUITE 1020 MIDLAND, TEXAS 79701

> (432) 682-3715 FAX (432) 685-4170

March 6, 2012

Panagotia P. Panagopoulos 1805 Sandy Lane Carlsbad, New Mexico 88220

Re: La

Layla "35" #2H Well

185' FNL & 2150' FWL (SL) 330' FSL & 21550' FWL (BHL)

Section 35, T23S, R28E Eddy County, New Mexico

#### Dear Panagotia:

Reference is made to my previous letter dated February 21, 2012 (see copy enclosed) whereby Mewbourne Oil Company as Operator proposed drilling the captioned well. To date, you have not responded to our well proposal regarding your decision to participate in the proposed well as an unleased mineral interest owner, or alternatively, our offer to lease your unleased mineral interest in the event you elect not to participate in the captioned proposed well. Accordingly, we will be filing an Application for Compulsory Pooling regarding your uncommitted interest whereby your interest will be force pooled at an Examiner's Hearing in Santa Fe, New Mexico at the offices of the New Mexico Oil Conservation Division. You will be notified of the hearing date which is scheduled for Thursday, April 12, 2012.

To avoid the necessity of our having to force pool your unleased mineral interest so we can drill the captioned proposed well in a timely manner, please respond to our well proposal or our offer to lease your interest on the terms offered.

Sincerely yours,

MEWBOURNE OIL COMPANY

Mason Wood Landman

500 W. TEXAS, SUITE 1020 MIDLAND, TEXAS 79701



Panagotia P. Panagopoulos 1805 Sandy Lane Carlsbad, New Mexico 88220

> NIXIE 8/1 DE 1 00 03/08/12 RETURN TO SENDER NOT DELIVERABLE AS ADDRESSED UNABLE TO FORWARD BC: 79701427970 \*1110-02485-06-4

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500 W. TEXAS, SUITE 1020 MIDLAND, TEXAS 79701

> (432) 682-3715 FAX (432) 685-4170

February 21, 2012

Via Certified Mail-Return Receipt No. 9554

James W. Klipstine, Jr. Klipstine & Honigmann, LLC 1601 N. Turner, Suite 400 Hobbs, New Mexico 88240

Re: Layla "35" #2H Well 185' FNL & 2150' FWL (SL) 330' FSL & 2150' FWL (BHL) Section 35, T23S, R28E Eddy County, New Mexico

#### Ladies and Gentlemen:

Mewbourne Oil Company as Operator proposes to drill the captioned well at the referenced surface location (SL) and drill same horizontally from a northerly direction to a southerly direction to a terminus point at the referenced bottom hole location (BHL). The proposed well will be drilled to a true vertical depth of approximately 6,700 feet beneath the surface and drilled horizontally to an approximate measured depth of 11,200 feet to evaluate the Middle Avalon Shale interval in the Bone Spring formation for oil and gas production. The nonstandard oil proration unit for the proposed well will comprise the E/2W/2 of the captioned Section 35 containing 160 acres, more or less. Enclosed for your further handling regarding the above proposed well is our AFE dated December 5, 2011 which is an estimated well cost.

Regarding the above, you may own a portion of a 12.6/350 mineral interest in a 350 acre tract of land in the captioned Section 35. However our title attorney was unable to ascertain your exact mineral ownership in Tracts 8 and 9 in said 350 acre tract of land due to the confused chain of title associated with such interest. For your information I've enclosed the pertinent pages of our Drilling Opinion of Title dated May 16, 2011. In the event you elect to participate in the proposed well as to your unleased mineral interest, please furnish me proof of your ownership.

In the event you elect not to participate in the proposed well or you can not prove your ownership, Mewbourne offers to purchase an Oil and Gas Lease from you on the basis of \$100.00 for a three year paid up lease providing a  $3/16^{th}$  royalty interest. This would be in lieu of our having to force pool your interest since we can not determine what your mineral interest is.

Should you elect to lease your interest to us as referenced above, please sign and return this letter to me at your earliest convenience and I'll send you an Oil and Gas Lease to you for execution. Upon our receipt of the executed lease, I will forward you \$100 which represents the lease bonus payment. Should you have any questions regarding the above, please call me at (432) 682-3715 or my email address is <a href="mailto:mwood@mewbourne.com">mwood@mewbourne.com</a>.

Sincerely yours,

MEWBOURNE OIL COMPANY

Mason Wood Landman

MW/gb

The undersigned elects to grant Mewbourne Oil Company and Oil and Gas Lease as referenced above.

By: / ames

James W. Klipstine, Jr.

Date signed:

Tax I.D.#: 585 - 10 - 05 19

■ Complete items 1, 2, and 3. Also complete item 4 if Restricted Delivery is desired. ■ Print your name and address on the reverse so that we can return the card to you. ■ Attach this card to the back of the mailpiece, or on the front if space permits.  1. Article Addressed to:	A. Signature  X
James W. Klipstine, Jr. Klipstine & Honigmann, LLC 1601 N. Turner, Suite 400 Hobbs, New Mexico 88240	3. Service Type Certified Mail
 2. Article Number 7005	2250 0000 0617 9554
PS Form 3811, February 2004 Domestic F	eturn Receipt 102595-02-M-1540

500 W. TEXAS, SUITE 1020 MIDLAND, TEXAS 79701

> (432) 682-3715 FAX (432) 685-4170

March 6, 2012

James W. Klipstine, Jr. Klipstine & Honigmann, LLC 1601 N. Turner, Suite 400 Hobbs, New Mexico 88240

Re: I

Layla "35" #2H Well

185' FNL & 2150' FWL (SL) 330' FSL & 21550' FWL (BHL)

Section 35, T23S, R28E Eddy County, New Mexico

Dear Mr. Klipstine:

Reference is made to my previous letter dated February 21, 2012 (see copy enclosed) whereby Mewbourne Oil Company as Operator proposed drilling the captioned well. To date, you have not responded to our well proposal regarding your decision to participate in the proposed well as an unleased mineral interest owner, or alternatively, our offer to lease your unleased mineral interest in the event you elect not to participate in the captioned proposed well. Accordingly, we will be filing an Application for Compulsory Pooling regarding your uncommitted interest whereby your interest will be force pooled at an Examiner's Hearing in Santa Fe, New Mexico at the offices of the New Mexico Oil Conservation Division. You will be notified of the hearing date which is scheduled for Thursday, April 12, 2012.

To avoid the necessity of our having to force pool your unleased mineral interest so we can drill the captioned proposed well in a timely manner, please respond to our well proposal or our offer to lease your interest on the terms offered.

Sincerely yours,

MEWBOURNE OIL COMPANY

Mason Wood Landman

500 W. TEXAS, SUITE 1020 MIDLAND, TEXAS 79701

> (432) 682-3715 FAX (432) 685-4170

March 19, 2012

James W. Klipstine, Jr. Klipstine & Honigmann, LLC 1601 N. Turner, Suite 400 Hobbs, New Mexico 88240

Re:

MOC's LAYLA "35" Prospect

Section 35, T23S, R28E Eddy County, New Mexico

#### Dear Mr. Klipstine:

Enclosed for your further handling is an Oil and Gas Lease prepared for your signature. Also enclosed is a copy of the Oil and Gas Lease for your keeping. Upon my receipt of the executed lease, I will send you a check for \$100.00 which represents the lease bonus payment we agreed upon for your unknown portion of a 12.6/350 interest in the S/2 S/2 NE/4, SE/4, E/2 SW/4, W/2 NW/4 SW/4, SE/4 NW/4 SW/4, S/2 NE/4 NW/4 SW/4, E/2 SW/4 SW/4, SW/4 SW/4, N/2 NW/4 SW/4, all in the captioned section 35.

Regarding the above, please sign the enclosed Oil and Gas Lease in the presence of a Notary Public and return same in the enclosed postage paid envelope provided for your convenience.

Should you have any questions regarding the above, please email me at <a href="mwood@mewbourne.com">mwood@mewbourne.com</a> or call me at (432) 682-3715.

Sincerely,

MEWBOURNE OIL COMPANY

Mason Wood Landman

500 W. TEXAS, SUITE 1020 MIDLAND, TEXAS 79701

> (432) 682-3715 FAX (432) 685-4170

February 21, 2012

Via Certified Mail-Return Receipt No. 9677

Bonnie R. Gregory 305 S. Hemlock Ave. Roswell, New Mexico 88203

Re:

Layla "35" #2H Well

185' FNL & 2150' FWL (SL) 330' FSL & 2150' FWL (BHL)

Section 35, T23S, R28E Eddy County, New Mexico

#### Ladies and Gentlemen:

Mewbourne Oil Company as Operator proposes to drill the captioned well at the referenced surface location (SL) and drill same horizontally from a northerly direction to a southerly direction to a terminus point at the referenced bottom hole location (BHL). The proposed well will be drilled to a true vertical depth of approximately 6,700 feet beneath the surface and drilled horizontally to an approximate measured depth of 11,200 feet to evaluate the Middle Avalon Shale interval in the Bone Spring formation for oil and gas production. The nonstandard oil proration unit for the proposed well will comprise the E/2W/2 of the captioned Section 35 containing 160 acres, more or less. Enclosed for your further handling regarding the above proposed well is our AFE dated December 5, 2011 which is an estimated well cost.

Regarding the above, you may own a portion of a 12.6/350 mineral interest in a 350 acre tract of land in the captioned Section 35. However our title attorney was unable to ascertain your exact mineral ownership in Tracts 8 and 9 in said 350 acre tract of land due to the confused chain of title associated with such interest. For your information I've enclosed the pertinent pages of our Drilling Opinion of Title dated May 16, 2011. In the event you elect to participate in the proposed well as to your unleased mineral interest, please furnish me proof of your ownership.

In the event you elect not to participate in the proposed well or you can not prove your ownership, Mewbourne offers to purchase an Oil and Gas Lease from you on the basis of \$100.00 for a three year paid up lease providing a  $3/16^{th}$  royalty interest. This would be in lieu of our having to force pool your interest since we can not determine what your mineral interest is.

Layla "35" #2H Well February 21, 2012 Page 2 of 2

Should you elect to lease your interest to us as referenced above, please sign and return this letter to me at your earliest convenience and I'll send you an Oil and Gas Lease to you for execution. Upon our receipt of the executed lease, I will forward you \$100 which represents the lease bonus payment. Should you have any questions regarding the above, please call me at (432) 682-3715 or my email address is <a href="mailto:mwood@mewbourne.com">mwood@mewbourne.com</a>.

or my email address is mwood@mewbourne.com.
Sincerely yours,
MEWBOURNE OIL COMPANY  Mason Wood  Landman
MW/gb
The undersigned elects to grant Mewbourne Oil Company and Oil and Gas Lease as referenced above.
By: Bonnie R. Gregory
Date signed:
Tax I.D.#:

Complete items 1, 2, and 3. Also complete item 4 if Restricted Delivery is desired.  Print your name and address on the reverse so that we can return the card to you.  Attach this card to the back of the mailpiece, or on the front if space permits.  A. Signature  A. Signature  A. Signature  B. Received by (Printed Name)  D. Date of Delivery address different from item 1? Yes  I. Article Addressed to:	esse
Bonnie R. Gregory 305 S. Hemlock Ave. Roswell, New Mexico 88203  3. Seprice Type Certified Mail	ndis
4. Restricted Delivery? (Extra Fee)	
2. Article Number 7009 2250 0000 0617 967? (Transfer from service label)	•
 PS Form 3811, February 2004 Domestic Return Receipt 102595-02-N	√-15

500 W. TEXAS, SUITE 1020 MIDLAND, TEXAS 79701

> (432) 682-3715 FAX (432) 685-4170

March 6, 2012

Bonnie R. Gregory 305 S. Hemlock Ave. Roswell, New Mexico 88203

Re:

Layla "35" #2H Well

185' FNL & 2150' FWL (SL) 330' FSL & 21550' FWL (BHL)

Section 35, T23S, R28E Eddy County, New Mexico

Dear Mrs. Gregory:

Reference is made to my previous letter dated February 21, 2012 (see copy enclosed) whereby Mewbourne Oil Company as Operator proposed drilling the captioned well. To date, you have not responded to our well proposal regarding your decision to participate in the proposed well as an unleased mineral interest owner, or alternatively, our offer to lease your unleased mineral interest in the event you elect not to participate in the captioned proposed well. Accordingly, we will be filing an Application for Compulsory Pooling regarding your uncommitted interest whereby your interest will be force pooled at an Examiner's Hearing in Santa Fe, New Mexico at the offices of the New Mexico Oil Conservation Division. You will be notified of the hearing date which is scheduled for Thursday, April 12, 2012.

To avoid the necessity of our having to force pool your unleased mineral interest so we can drill the captioned proposed well in a timely manner, please respond to our well proposal or our offer to lease your interest on the terms offered.

Sincerely yours,

MEWBOURNE OIL COMPANY

Mason Wood Landman

500 W. TEXAS, SUITE 1020 MIDLAND, TEXAS 79701

> (432) 682-3715 FAX (432) 685-4170

February 21, 2012

Via Certified Mail-Return Receipt No. 9578

Helen Beeman 6801 Beckett Road, #134R Austin, Texas 78749

Re: Layla "35" #2H Well

185' FNL & 2150' FWL (SL) 330' FSL & 2150' FWL (BHL) Section 35, T23S, R28E Eddy County, New Mexico

#### Ladies and Gentlemen:

Mewbourne Oil Company as Operator proposes to drill the captioned well at the referenced surface location (SL) and drill same horizontally from a northerly direction to a southerly direction to a terminus point at the referenced bottom hole location (BHL). The proposed well will be drilled to a true vertical depth of approximately 6,700 feet beneath the surface and drilled horizontally to an approximate measured depth of 11,200 feet to evaluate the Middle Avalon Shale interval in the Bone Spring formation for oil and gas production. The nonstandard oil proration unit for the proposed well will comprise the E/2W/2 of the captioned Section 35 containing 160 acres, more or less. Enclosed for your further handling regarding the above proposed well is our AFE dated December 5, 2011 which is an estimated well cost.

Regarding the above, you may own a portion of a 12.6/350 mineral interest in a 350 acre tract of land in the captioned Section 35. However our title attorney was unable to ascertain your exact mineral ownership in Tracts 8 and 9 in said 350 acre tract of land due to the confused chain of title associated with such interest. For your information I've enclosed the pertinent pages of our Drilling Opinion of Title dated May 16, 2011. In the event you elect to participate in the proposed well as to your unleased mineral interest, please furnish me proof of your ownership.

In the event you elect not to participate in the proposed well or you can not prove your ownership, Mewbourne offers to purchase an Oil and Gas Lease from you on the basis of \$100.00 for a three year paid up lease providing a 3/16<sup>th</sup> royalty interest. This would be in lieu of our having to force pool your interest since we can not determine what your mineral interest is.

Layla "35" #2H Well February 21, 2012 Page 2 of 2

Should you elect to lease your interest to us as referenced above, please sign and return this letter to me at your earliest convenience and I'll send you an Oil and Gas Lease to you for execution. Upon our receipt of the executed lease, I will forward you \$100 which represents the lease bonus payment. Should you have any questions regarding the above, please call me at (432) 682-3715 or my email address is <a href="mailto:mwood@mewbourne.com">mwood@mewbourne.com</a>.

Sincerely yours,	
MEWBOURNE OIL COMPANY  hoon / a  Mason Wood  Landman	
MW/gb	
The undersigned elects to grant Mewbourne Oil Con	npany and Oil and Gas Lease as referenced above.
Ву:	
Helen Beeman	•
Date signed:	·
Tax I.D.#:	



7009 2250 0000 0617 9578

, G

Address



# First Class Mail



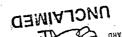
### MEWBOURNE OIL COMPANY

500 WEST TEXAS, SUITE 1020 MIDLAND, TEXAS 79701

Helen Beeman 6801 Beckett Road, #134R Austin, Texas 78749

RETURN POSTAGE GUARANTEED



























500 W. TEXAS, SUITE 1020 MIDLAND, TEXAS 79701

> (432) 682-3715 FAX (432) 685-4170

March 6, 2012

Helen Beeman 6801 Beckett Road, #134R Austin, Texas 78749

Re: I

Layla "35" #2H Well

185' FNL & 2150' FWL (SL) 330' FSL & 21550' FWL (BHL)

Section 35, T23S, R28E Eddy County, New Mexico

Dear Mrs. Beeman:

Reference is made to my previous letter dated February 21, 2012 (see copy enclosed) whereby Mewbourne Oil Company as Operator proposed drilling the captioned well. To date, you have not responded to our well proposal regarding your decision to participate in the proposed well as an unleased mineral interest owner, or alternatively, our offer to lease your unleased mineral interest in the event you elect not to participate in the captioned proposed well. Accordingly, we will be filing an Application for Compulsory Pooling regarding your uncommitted interest whereby your interest will be force pooled at an Examiner's Hearing in Santa Fe, New Mexico at the offices of the New Mexico Oil Conservation Division. You will be notified of the hearing date which is scheduled for Thursday, April 12, 2012.

To avoid the necessity of our having to force pool your unleased mineral interest so we can drill the captioned proposed well in a timely manner, please respond to our well proposal or our offer to lease your interest on the terms offered.

Sincerely yours,

MEWBOURNE OIL COMPANY

Mason Wood Landman

500 W. TEXAS, SUITE 1020 MIDLAND, TEXAS 79701



Helen Beeman 6801 Beckett Road, #134R Austin, Texas 78749

> X 799 N7E 1 1111 00 03/09/12 ORWARD TIME EXP RTN TO SEND SEEMAN 1208 PARKFIELD DR # 8 NUSTIN TX 78758-4767 RETURN TO SENDER

787493**}456**1@4279

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500 W. TEXAS, SUITE 1020 MIDLAND, TEXAS 79701

> (432) 682-3715 FAX (432) 685-4170

March 28, 2012

Via Certified Mail-Return Receipt No. 7573

Helen Beeman 11208 Parkfield Drive, #B Austin, Texas 78758

Re:

Layla "35" #2H Well 185' FNL & 2150' FWL (SL) 330' FSL & 2150' FWL (BHL) Section 35, T23S, R28E Eddy County, New Mexico

Dear Ms. Beeman:

Mewbourne Oil Company as Operator proposes to drill the captioned well at the referenced surface location (SL) and drill same horizontally from a northerly direction to a southerly direction to a terminus point at the referenced bottom hole location (BHL). The proposed well will be drilled to a true vertical depth of approximately 6,700 feet beneath the surface and drilled horizontally to an approximate measured depth of 11,200 feet to evaluate the Middle Avalon Shale interval in the Bone Spring formation for oil and gas production. The nonstandard oil proration unit for the proposed well will comprise the E/2W/2 of the captioned Section 35 containing 160 acres, more or less. Enclosed for your further handling regarding the above proposed well is our AFE dated December 5, 2011 which is an estimated well cost.

Regarding the above, you may own a portion of a 12.6/350 mineral interest in a 350 acre tract of land in the captioned Section 35. However our title attorney was unable to ascertain your exact mineral ownership in Tracts 8 and 9 in said 350 acre tract of land due to the confused chain of title associated with such interest. For your information I've enclosed the pertinent pages of our Drilling Opinion of Title dated May 16, 2011. In the event you elect to participate in the proposed well as to your unleased mineral interest, please furnish me proof of your ownership.

In the event you elect not to participate in the proposed well or you can not prove your ownership, Mewbourne offers to purchase an Oil and Gas Lease from you on the basis of \$100.00 for a three year paid up lease providing a  $3/16^{th}$  royalty interest. This would be in lieu of our having to force pool your interest since we can not determine what your mineral interest is.

Layla "35" #2H Well March 28, 2012 Page 2 of 2

Should you elect to lease your interest to us as referenced above, please sign and return this letter to me at your earliest convenience and I'll send you an Oil and Gas Lease to you for execution. Upon our receipt of the executed lease, I will forward you \$100 which represents the lease bonus payment. Should you have any questions regarding the above, please call me at (432) 682-3715 or my email address is phaden@mewbourne.com.

Sincerely yours,

D. Paul Haden Senior Landman

DPH/gb

The undersigned elects to grant Mewbourne Oil Company an Oil and Gas Lease as referenced above.

Dy.		
Helen Beeman	 	
Date signed:		
Tax I D #·		

Complete items 1, 2, and 3. Also comitem 4 if Restricted Delivery is desired.  Print your name and address on the riso that we can return the card to you.  Attach this card to the back of the major on the front if space permits.	i. everse	——————————————————————————————————————	Beeman	C. D	Agent Address ate of Delive
1. Article Addressed to:  Helen Beeman 11208 Parkfield Drive, #B		D. Is delivery add	lress different fro		☐ Yes
Austin, Texas 78758	. L	3. Sérvice Type Certifled M Registered Insured Mi 4. Restricted De	Return	n Receipt fo	or Merchandis
Article Number     (Transfer from service label)	7010	1870 00	11 6456	7573	
					02595-02-M-15

512-410-7554 (04/03/2012)

Phone call to M. Craig Beeman, said he represents his mother, Helen Beeman, will send me a copy of a deed from her into him covering her interest in the lands.

-Mason Wood



Deed

Mason Wood to: craigbeeman

04/05/2012 06:20 PM

Craig,

Attached please find a deed that will convey all of your mother's interest in the section to you. Please have her execute the deed in the presence of a notary public and return same to me by Monday, April 9, 2012. Our Midland Address is listed below.

1 attachment



doc02468020120405161600.pdf

I apologize for the confusion on the telephone. Thank you for your help with this project.

#### **Mason Wood**

Landman

Phone: (432) 682-3715 | Fax: (432) 685-4170

Email: MWood@Mewbourne.com

Mewbourne Oil Company 500 W. Texas, Suite 1020 Midland, Tx 79701 US

500 W. TEXAS, SUITE 1020 MIDLAND, TEXAS 79701

> (432) 682-3715 FAX (432) 685-4170

February 21, 2012

Via Certified Mail-Return Receipt No. 9561

Kevin J. Hanratty P.O. Box 1330 Artesia, New Mexico 88211

Re:

Layla "35" #2H Well 185' FNL & 2150' FWL (SL) 330' FSL & 2150' FWL (BHL) Section 35, T23S, R28E Eddy County, New Mexico

#### Ladies and Gentlemen:

Mewbourne Oil Company as Operator proposes to drill the captioned well at the referenced surface location (SL) and drill same horizontally from a northerly direction to a southerly direction to a terminus point at the referenced bottom hole location (BHL). The proposed well will be drilled to a true vertical depth of approximately 6,700 feet beneath the surface and drilled horizontally to an approximate measured depth of 11,200 feet to evaluate the Middle Avalon Shale interval in the Bone Spring formation for oil and gas production. The nonstandard oil proration unit for the proposed well will comprise the E/2W/2 of the captioned Section 35 containing 160 acres, more or less. Enclosed for your further handling regarding the above proposed well is our AFE dated December 5, 2011 which is an estimated well cost.

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Layla "35" #2H Well February 21, 2012 Page 2 of 2

Should you elect to lease your interest to us as referenced above, please sign and return this letter to me at your earliest convenience and I'll send you an Oil and Gas Lease to you for execution. Upon our receipt of the executed lease, I will forward you \$100 which represents the lease bonus payment. Should you have any questions regarding the above, please call me at (432) 682-3715 or my email address is <a href="mailto:mwood@mewbourne.com">mwood@mewbourne.com</a>.

Sincerely yours,
MEWBOURNE OIL COMPANY  Woon World
Mason Wood Landman
MW/gb
The undersigned elects to grant Mewbourne Oil Company and Oil and Gas Lease as referenced above.
By:Kevin J. Hanratty
Date signed:
Tax I.D.#:

	<ul> <li>Complete items 1, 2, and 3. Also complete item 4 if Restricted Delivery is desired.</li> <li>Print your name and address on the reverse so that we can return the card to you.</li> <li>Attach this card to the back of the mailpiece, or on the front if space permits.</li> </ul>	A. Signature  A. Signature  A. Agent  Addresse  B. Received by (Pinted Name)  C. Date of Deliver
	1. Article Addressed to:  Kevin J. Hanratty	D. Is delivery address different from item 1? ☐ Yes Y YES, enter delivery address below: ☐ No
	P.O. Box 1330 Artesia, New Mexico 88211	Service Type     Certified Mail
*	2. Article Number (Transfer from service label) 700°	
	DS Form 3811 February 2004 Demostic	Poture Possint 100505 00 M 15

500 W. TEXAS, SUITE 1020 MIDLAND, TEXAS 79701

> (432) 682-3715 FAX (432) 685-4170

March 6, 2012

Kevin J. Hanratty
P. O. Box 1330
Artesia, New Mexico 88211

Re:

Layla "35" #2H Well

185' FNL & 2150' FWL (SL) 330' FSL & 21550' FWL (BHL)

Section 35, T23S, R28E Eddy County, New Mexico

Dear Mr. Hanratty:

Reference is made to my previous letter dated February 21, 2012 (see copy enclosed) whereby Mewbourne Oil Company as Operator proposed drilling the captioned well. To date, you have not responded to our well proposal regarding your decision to participate in the proposed well as an unleased mineral interest owner, or alternatively, our offer to lease your unleased mineral interest in the event you elect not to participate in the captioned proposed well. Accordingly, we will be filing an Application for Compulsory Pooling regarding your uncommitted interest whereby your interest will be force pooled at an Examiner's Hearing in Santa Fe, New Mexico at the offices of the New Mexico Oil Conservation Division. You will be notified of the hearing date which is scheduled for Thursday, April 12, 2012.

To avoid the necessity of our having to force pool your unleased mineral interest so we can drill the captioned proposed well in a timely manner, please respond to our well proposal or our offer to lease your interest on the terms offered.

Sincerely yours,

MEWBOURNE OIL COMPANY

Mason Wood Landman (03/30/2012)

Phone call from Kevin Hanratty's secretary, said he would settle for \$500. Told her "No thank you"; told her we think \$100 is a fair price since we don't know what he owns or if he owns anything.

500 W. TEXAS, SUITE 1020 MIDLAND, TEXAS 79701

(432) 682-3715 FAX (432) 685-4170

February 21, 2012

Via Certified Mail-Return Receipt No. 9776

Andreas P. Panagopoulos 1805 Sandy lane Carlsbad, New Mexico 88220

Re: Layla "35" #2H Well 185' FNL & 2150' FWL (SL) 330' FSL & 2150' FWL (BHL) Section 35, T23S, R28E Eddy County, New Mexico

#### Ladies and Gentlemen:

Mewbourne Oil Company as Operator proposes to drill the captioned well at the referenced surface location (SL) and drill same horizontally from a northerly direction to a southerly direction to a terminus point at the referenced bottom hole location (BHL). The proposed well will be drilled to a true vertical depth of approximately 6,700 feet beneath the surface and drilled horizontally to an approximate measured depth of 11,200 feet to evaluate the Middle Avalon Shale interval in the Bone Spring formation for oil and gas production. The nonstandard oil proration unit for the proposed well will comprise the E/2W/2 of the captioned Section 35 containing 160 acres, more or less. Enclosed for your further handling regarding the above proposed well is our AFE dated December 5, 2011 which is an estimated well cost.

Regarding the above, you may own a portion of a 12.6/350 mineral interest in a 350 acre tract of land in the captioned Section 35. However our title attorney was unable to ascertain your exact mineral ownership in Tracts 8 and 9 in said 350 acre tract of land due to the confused chain of title associated with such interest. For your information I've enclosed the pertinent pages of our Drilling Opinion of Title dated May 16, 2011. In the event you elect to participate in the proposed well as to your unleased mineral interest, please furnish me proof of your ownership.

In the event you elect not to participate in the proposed well or you can not prove your ownership, Mewbourne offers to purchase an Oil and Gas Lease from you on the basis of \$100.00 for a three year paid up lease providing a  $3/16^{th}$  royalty interest. This would be in lieu of our having to force pool your interest since we can not determine what your mineral interest is.

Layla "35" #2H Well February 21, 2012 Page 2 of 2

Should you elect to lease your interest to us as referenced above, please sign and return this letter to me at your earliest convenience and I'll send you an Oil and Gas Lease to you for execution. Upon our receipt of the executed lease, I will forward you \$100 which represents the lease bonus payment. Should you have any questions regarding the above, please call me at (432) 682-3715 or my email address is <a href="mailto:mwood@mewbourne.com">mwood@mewbourne.com</a>.

Sincerely yours,		
MEWBOURNE OIL COMPANY  Assur Nat		
Mason Wood Landman		
MW/gb		
The undersigned elects to grant Mewbourne Oil Com	pany and Oil and Gas Lease as	referenced above.
By:		
Andreas P. Panagopoulos		•
		٠.
Date signed:		
Tax I.D.#:		

If YES, enter delivery address below: No  No  No  No  No  No  No  No  No  No
2250 0000 0617 9776

:

500 W. TEXAS, SUITE 1020 MIDLAND, TEXAS 79701

> (432) 682-3715 FAX (432) 685-4170

March 6, 2012

Andreas P. Panagopoulos 1805 Sandy Lane Carlsbad, New Mexico 88220

Re:

Layla "35" #2H Well

185' FNL & 2150' FWL (SL) 330' FSL & 21550' FWL (BHL)

Section 35, T23S, R28E Eddy County, New Mexico

#### Dear Andreas:

Reference is made to my previous letter dated February 21, 2012 (see copy enclosed) whereby Mewbourne Oil Company as Operator proposed drilling the captioned well. To date, you have not responded to our well proposal regarding your decision to participate in the proposed well as an unleased mineral interest owner, or alternatively, our offer to lease your unleased mineral interest in the event you elect not to participate in the captioned proposed well. Accordingly, we will be filing an Application for Compulsory Pooling regarding your uncommitted interest whereby your interest will be force pooled at an Examiner's Hearing in Santa Fe, New Mexico at the offices of the New Mexico Oil Conservation Division. You will be notified of the hearing date which is scheduled for Thursday, April 12, 2012.

To avoid the necessity of our having to force pool your unleased mineral interest so we can drill the captioned proposed well in a timely manner, please respond to our well proposal or our offer to lease your interest on the terms offered.

Sincerely yours,

MEWBOURNE OIL COMPANY

Mason Wood Landman

500 W. TEXAS, SUITE 1020 MIDLAND, TEXAS 79701



Andreas P. Panagopoulos 1805 Sandy Lane Carlsbad, New Mexico 88220

500 W. TEXAS, SUITE 1020 MIDLAND, TEXAS 79701

> (432) 682-3715 FAX (432) 685-4170

April 4, 2012

Via Certified Mail-Return Receipt No. 7627

Andreas P. Panagopoulos 615 Willowbrook Belen, New Mexico 87002

Re:

Layla "35" #2H Well 185' FNL & 2150' FWL (SL) 330' FSL & 2150' FWL (BHL) Section 35, T23S, R28E Eddy County, New Mexico

#### Ladies and Gentlemen:

Mewbourne Oil Company as Operator proposes to drill the captioned well at the referenced surface location (SL) and drill same horizontally from a northerly direction to a southerly direction to a terminus point at the referenced bottom hole location (BHL). The proposed well will be drilled to a true vertical depth of approximately 6,700 feet beneath the surface and drilled horizontally to an approximate measured depth of 11,200 feet to evaluate the Middle Avalon Shale interval in the Bone Spring formation for oil and gas production. The nonstandard oil proration unit for the proposed well will comprise the E/2W/2 of the captioned Section 35 containing 160 acres, more or less. Enclosed for your further handling regarding the above proposed well is our AFE dated December 5, 2011 which is an estimated well cost.

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Layla "35" #2H Well April 4, 2012 Page 2 of 2

Should you elect to lease your interest to us as referenced above, please sign and return this letter to me at your earliest convenience and I'll send you an Oil and Gas Lease to you for execution. Upon our receipt of the executed lease, I will forward you \$100 which represents the lease bonus payment. Should you have any questions regarding the above, please call me at (432) 682-3715 or my email address is <a href="mailto:mwood@mewbourne.com">mwood@mewbourne.com</a>.

or my email address is <u>mwood@mewbourne.com</u> .
Sincerely yours,
MEWBOURNE OIL COMPANY  Man Wal
Mason Wood Landman
MW/gb
The undersigned elects to grant Mewbourne Oil Company an Oil and Gas Lease as referenced above.
By: Andreas P. Panagopoulos
Date signed:
Tax I.D.#:

500 W. TEXAS, SUITE 1020 MIDLAND, TEXAS 79701

> (432) 682-3715 FAX (432) 685-4170

February 21, 2012

Via Certified Mail-Return Receipt No. 9646

First Federal Savings and Loan Association of Littlefield, Texas 301 Xit Drive Littlefield, Texas 79339

Re:

Layla "35" #2H Well 185' FNL & 2150' FWL (SL) 330' FSL & 2150' FWL (BHL) Section 35, T23S, R28E Eddy County, New Mexico

#### Ladies and Gentlemen:

Mewbourne Oil Company as Operator proposes to drill the captioned well at the referenced surface location (SL) and drill same horizontally from a northerly direction to a southerly direction to a terminus point at the referenced bottom hole location (BHL). The proposed well will be drilled to a true vertical depth of approximately 6,700 feet beneath the surface and drilled horizontally to an approximate measured depth of 11,200 feet to evaluate the Middle Avalon Shale interval in the Bone Spring formation for oil and gas production. The nonstandard oil proration unit for the proposed well will comprise the E/2W/2 of the captioned Section 35 containing 160 acres, more or less. Enclosed for your further handling regarding the above proposed well is our AFE dated December 5, 2011 which is an estimated well cost.

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Layla "35" #2H Well February 21, 2012 Page 2 of 2

Should you elect to lease your interest to us as referenced above, please sign and return this letter to me at your earliest convenience and I'll send you an Oil and Gas Lease to you for execution. Upon our receipt of the executed lease, I will forward you \$100 which represents the lease bonus payment. Should you have any questions regarding the above, please call me at (432) 682-3715 or my email address is <a href="mailto:mwood@mewbourne.com">mwood@mewbourne.com</a>.

Sincerely yours,

#### MEWBOURNE OIL COMPANY

Mason Wood Landman

MW/gb

The undersigned elects to grant Mewbourne Oil Company and Oil and Gas Lease as referenced above.

# FIRST FEDERAL SAVINGS AND LOAN ASSOCIATION OF LITTLEFIELD, TEXAS

By:	
	•
Title:	
Date signed:	
	· · · · · · · · · · · · · · · · · · ·
Tax I.D.#:	

	Complete items 1, 2, and 3. Also complete item 4 if Restricted Delivery is desired.  Print your name and address on the reso that we can return the card to you.  Attach this card to the back of the major on the front if space permits.  1. Article Addressed to:  First Federal Savings and L Association of Littlefied, To 301 Xit Drive //13 Littlefield, Texas 79339	plete everse ilpiece,  Loan exas	A. Signature  B. Received by (Printed Printed	a different from item very address below    Same	Agent Addresse C. Fee 2'2' Syly
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*	PS Form 3811, February 2004	Domestic Ref	turn Receipt		102595-02-M-15
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500 W. TEXAS, SUITE 1020 MIDLAND, TEXAS 79701

> (432) 682-3715 FAX (432) 685-4170

March 6, 2012

First Federal Savings and Loan Association of Littlefield, Texas P. O. Box 1390 Littlefield, Texas 79339

Re: Layla '

Layla "35" #2H Well

185' FNL & 2150' FWL (SL) 330' FSL & 21550' FWL (BHL)

Section 35, T23S, R28E Eddy County, New Mexico

#### Ladies and Gentlemen:

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Sincerely yours,

MEWBOURNE OIL COMPANY

men Wal



### Re: MOC Layla 35 prospect. Nolan Greak to: Mason Wood

04/04/2012 05:57 AM

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The board voted not to convey the interest of First Federal. I have not decided on my interest, but will do so this weekend.

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Thanks Nolan

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> to make a compilation of uncommitted owners as our force pooling hearing is
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> Thanks,
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> Phone: (432) 682-3715 | Fax: (432) 685-4170
> Email: MWood@Mewbourne.com
> Mewbourne Oil Company
> 500 W. Texas, Suite 1020
> Midland, Tx 79701 US
>
> From:
                   Nolan Greak<ngreak@greaklaw.com>
> To:
             Mason Wood<mwood@mewbourne.com>
> Date:
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>> Nolan Greak
>> Greak Law, P.C.
>> Attorney at Law
>> 8008 Slide Road, Suite 30 
>> Lubbock, Texas 79424-2828
>> 806/783-0081 (Telephone)
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500 W. TEXAS, SUITE 1020 MIDLAND, TEXAS 79701

> (432) 682-3715 FAX (432) 685-4170

February 21, 2012

Via Certified Mail-Return Receipt No. 9691

Irma J. Gregory 305 S. Hemlock Ave. Roswell, New Mexico 88203

Re: Layla "35" #2H Well 185' FNL & 2150' FWL (SL) 330' FSL & 2150' FWL (BHL) Section 35, T23S, R28E Eddy County, New Mexico

#### Ladies and Gentlemen:

Mewbourne Oil Company as Operator proposes to drill the captioned well at the referenced surface location (SL) and drill same horizontally from a northerly direction to a southerly direction to a terminus point at the referenced bottom hole location (BHL). The proposed well will be drilled to a true vertical depth of approximately 6,700 feet beneath the surface and drilled horizontally to an approximate measured depth of 11,200 feet to evaluate the Middle Avalon Shale interval in the Bone Spring formation for oil and gas production. The nonstandard oil proration unit for the proposed well will comprise the E/2W/2 of the captioned Section 35 containing 160 acres, more or less. Enclosed for your further handling regarding the above proposed well is our AFE dated December 5, 2011 which is an estimated well cost.

Regarding the above, you may own a portion of a 12.6/350 mineral interest in a 350 acre tract of land in the captioned Section 35. However our title attorney was unable to ascertain your exact mineral ownership in Tracts 8 and 9 in said 350 acre tract of land due to the confused chain of title associated with such interest. For your information I've enclosed the pertinent pages of our Drilling Opinion of Title dated May 16, 2011. In the event you elect to participate in the proposed well as to your unleased mineral interest, please furnish me proof of your ownership.

In the event you elect not to participate in the proposed well or you can not prove your ownership, Mewbourne offers to purchase an Oil and Gas Lease from you on the basis of \$100.00 for a three year paid up lease providing a  $3/16^{th}$  royalty interest. This would be in lieu of our having to force pool your interest since we can not determine what your mineral interest is.

Layla "35" #2H Well February 21, 2012 Page 2 of 2

Tax I.D.#:\_\_\_\_\_

Should you elect to lease your interest to us as referenced above, please sign and return this letter to me at your earliest convenience and I'll send you an Oil and Gas Lease to you for execution. Upon our receipt of the executed lease, I will forward you \$100 which represents the lease bonus payment. Should you have any questions regarding the above, please call me at (432) 682-3715 or my email address is <a href="mailto:mwood@mewbourne.com">mwood@mewbourne.com</a>.

Sincerely yours,
MEWBOURNE OIL COMPANY
Mason Wil
Mason Wood Landman
MW/gb
The undersigned elects to grant Mewbourne Oil Company and Oil and Gas Lease as referenced above.
By:
Irma J. Gregory

	Complete items 1, 2, and 3. Also complete item 4 if Restricted Delivery is desired.  Print your name and address on the reverse so that we can return the card to you.  Attach this card to the back of the mailpiece, or on the front if space permits.  A. Signature  A. Signature  A. Signature  A. Signature  D. Jate of Deliver  A. D. Is delivery address different from item ? Yes
	1. Article Addressed to:  Irma J. Gregory  305 S. Hemlock Ave.
	Roswell, New Mexico 88203  3. Service Type Certified Mail
	2. Article Number 7009 2250 0000 0617 9691
•	PS Form 3811, February 2004 Domestic Return Receipt 102595-02-M-154

•

500 W. TEXAS, SUITE 1020 MIDLAND, TEXAS 79701

> (432) 682-3715 FAX (432) 685-4170

March 6, 2012

Irma J. Gregory 305 S. Hemlock Ave. Roswell, New Mexico 88203

Re:

Layla "35" #2H Well 185' FNL & 2150' FWL (SL) 330' FSL & 21550' FWL (BHL) Section 35, T23S, R28E Eddy County, New Mexico

Dear Mrs. Gregory:

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Sincerely yours,

MEWBOURNE OIL COMPANY

500 W. TEXAS, SUITE 1020 MIDLAND, TEXAS 79701

> (432) 682-3715 FAX (432) 685-4170

February 21, 2012

Via Certified Mail-Return Receipt No. 9653

Panagopoulos Enterprises 929 Lee Trevino Blvd. Belen, New Mexico 87002

Re:

Layla "35" #2H Well 185' FNL & 2150' FWL (SL) 330' FSL & 2150' FWL (BHL) Section 35, T23S, R28E Eddy County, New Mexico

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Layla "35" #2H Well February 21, 2012 Page 2 of 2

Should you elect to lease your interest to us as referenced above, please sign and return this letter to me at your earliest convenience and I'll send you an Oil and Gas Lease to you for execution. Upon our receipt of the executed lease, I will forward you \$100 which represents the lease bonus payment. Should you have any questions regarding the above, please call me at (432) 682-3715 or my email address is <a href="mailto:mwood@mewbourne.com">mwood@mewbourne.com</a>.

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<b>MEWBO</b>	URNE	OIL	COMP	ANY
	A .			

Mason Wood Landman

MW/gb

The undersigned elects to grant Mewbourne Oil Company and Oil and Gas Lease as referenced above.

### PANAGOPOULOS ENTERPRISES

Ву:	
Title:	
Date signed:	
Tay I D #.	

	Complete items 1, 2, and 3. Also complete item 4 if Restricted Delivery is desired.  Print your name and address on the reverse so that we can return the card to you.  Attach this card to the back of the mailpiece, or on the front if space permits.  1. Article Addressed to:  Panagopoulos Enterprises	A. Signature  Agent Addresse B. Received by (Printed Name) C. Date of Deliver  D. Is delivery address different from item 1? Yes If YES, enter delivery address below: No		
	9 <del>29 Lee Trevino Blvd.</del> Belen, New Mexico 87002	3. Service Type Certified Mail		
	2: Article Number 7009	2250 0000 0617 9653		
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February 21, 2012

Via Certified Mail-Return Receipt No. 9752

Nolan Greak 8008 Slide Road, Suite 33 Lubbock, Texas 79424

Re:

Layla "35" #2H Well

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	4. Restricted Delivery? (Extra Fee) Yes
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> Attorney at Law
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> (432) 682-3715 FAX (432) 685-4170

February 21, 2012

Via Certified Mail-Return Receipt No. 9745

Nevill Manning 2112 Indiana Lubbock, Texas 79410

Re:

Layla "35" #2H Well

185' FNL & 2150' FWL (SL) 330' FSL & 2150' FWL (BHL) Section 35, T23S, R28E Eddy County, New Mexico

### Ladies and Gentlemen:

Mewbourne Oil Company as Operator proposes to drill the captioned well at the referenced surface location (SL) and drill same horizontally from a northerly direction to a southerly direction to a terminus point at the referenced bottom hole location (BHL). The proposed well will be drilled to a true vertical depth of approximately 6,700 feet beneath the surface and drilled horizontally to an approximate measured depth of 11,200 feet to evaluate the Middle Avalon Shale interval in the Bone Spring formation for oil and gas production. The nonstandard oil proration unit for the proposed well will comprise the E/2W/2 of the captioned Section 35 containing 160 acres, more or less. Enclosed for your further handling regarding the above proposed well is our AFE dated December 5, 2011 which is an estimated well cost.

Regarding the above, you may own a portion of a 12.6/350 mineral interest in a 350 acre tract of land in the captioned Section 35. However our title attorney was unable to ascertain your exact mineral ownership in Tracts 8 and 9 in said 350 acre tract of land due to the confused chain of title associated with such interest. For your information I've enclosed the pertinent pages of our Drilling Opinion of Title dated May 16, 2011. In the event you elect to participate in the proposed well as to your unleased mineral interest, please furnish me proof of your ownership.

In the event you elect not to participate in the proposed well or you can not prove your ownership, Mewbourne offers to purchase an Oil and Gas Lease from you on the basis of \$100.00 for a three year paid up lease providing a 3/16<sup>th</sup> royalty interest. This would be in lieu of our having to force pool your interest since we can not determine what your mineral interest is.

Layla "35" #2H Well February 21, 2012 Page 2 of 2

Should you elect to lease your interest to us as referenced above, please sign and return this letter to me at your earliest convenience and I'll send you an Oil and Gas Lease to you for execution. Upon our receipt of the executed lease, I will forward you \$100 which represents the lease bonus payment. Should you have any questions regarding the above, please call me at (432) 682-3715 or my email address is <a href="mailto:mwood@mewbourne.com">mwood@mewbourne.com</a>.

Sincerely yours,

MEWBOURNE	OIL	COMPA	NY
Moras	/	10	
/ lorar	4)	/wx	

Mason Wood Landman

MW/gb

The undersigned elects to grant Mewbourne Oil Company and Oil and Gas Lease as referenced above.

Dy			
_	Nevill Ma	nning	
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	. •		
Date:	signed:	·	 
Tav I	D #·		

Complete items 1, 2, and 3. Also complete item 4 if Restricted Delivery is desired.  Print your name and address on the reverse so that we can return the card to you.  Attach this card to the back of the mailpiece, or on the front if space permits.  1. Article Addressed to:  Nevill Manning 2112 Indiana	A. signature  X  Agent Address  B. Regelved by (Frinted Name)  C. Date of Delivery  D. Is delivery address different from item 17.  Yes  If YES, enter delivery address below:		
Lubbock, Texas 79424	3. Service Type Certified Mail Registered Insured Mail C.O.D.  4. Restricted Delivery? (Extra Fee)  Yes		
2. Article Number 7009 22	50 0000 0617 9745		
PS Form 3811, February 2004 Domestic Ref	turn Receipt 102595-02-M-1		

#

500 W. TEXAS, SUITE 1020 MIDLAND, TEXAS 79701

> (432) 682-3715 FAX (432) 685-4170

March 6, 2012

Nevill Manning 2112 Indiana Lubbock, Texas 79410

Re:

Layla "35" #2H Well

185' FNL & 2150' FWL (SL) 330' FSL & 21550' FWL (BHL)

Section 35, T23S, R28E Eddy County, New Mexico

#### Dear Nevill:

Reference is made to my previous letter dated February 21, 2012 (see copy enclosed) whereby Mewbourne Oil Company as Operator proposed drilling the captioned well. To date, you have not responded to our well proposal regarding your decision to participate in the proposed well as an unleased mineral interest owner, or alternatively, our offer to lease your unleased mineral interest in the event you elect not to participate in the captioned proposed well. Accordingly, we will be filing an Application for Compulsory Pooling regarding your uncommitted interest whereby your interest will be force pooled at an Examiner's Hearing in Santa Fe, New Mexico at the offices of the New Mexico Oil Conservation Division. You will be notified of the hearing date which is scheduled for Thursday, April 12, 2012.

To avoid the necessity of our having to force pool your unleased mineral interest so we can drill the captioned proposed well in a timely manner, please respond to our well proposal or our offer to lease your interest on the terms offered.

Sincerely yours,

MEWBOURNE OIL COMPANY

500 W. TEXAS, SUITE 1020 MIDLAND, TEXAS 79701

> (432) 682-3715 FAX (432) 685-4170

February 21, 2012

Via Certified Mail-Return Receipt No. 9714

Laura Meade 611 N. Mesa Avenue Carlsbad, New Mexico 88203

Re:

Layla "35" #2H Well 185' FNL & 2150' FWL (SL) 330' FSL & 2150' FWL (BHL) Section 35, T23S, R28E Eddy County, New Mexico

### Ladies and Gentlemen:

Mewbourne Oil Company as Operator proposes to drill the captioned well at the referenced surface location (SL) and drill same horizontally from a northerly direction to a southerly direction to a terminus point at the referenced bottom hole location (BHL). The proposed well will be drilled to a true vertical depth of approximately 6,700 feet beneath the surface and drilled horizontally to an approximate measured depth of 11,200 feet to evaluate the Middle Avalon Shale interval in the Bone Spring formation for oil and gas production. The nonstandard oil proration unit for the proposed well will comprise the E/2W/2 of the captioned Section 35 containing 160 acres, more or less. Enclosed for your further handling regarding the above proposed well is our AFE dated December 5, 2011 which is an estimated well cost.

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In the event you elect not to participate in the proposed well or you can not prove your ownership, Mewbourne offers to purchase an Oil and Gas Lease from you on the basis of \$100.00 for a three year paid up lease providing a  $3/16^{th}$  royalty interest. This would be in lieu of our having to force pool your interest since we can not determine what your mineral interest is.

Layla "35" #2H Well-February 21, 2012 Page 2 of 2

Should you elect to lease your interest to us as referenced above, please sign and return this letter to me at your earliest convenience and I'll send you an Oil and Gas Lease to you for execution. Upon our receipt of the executed lease, I will forward you \$100 which represents the lease bonus payment. Should you have any questions regarding the above, please call me at (432) 682-3715 or my email address is <a href="mailto:mwood@mewbourne.com">mwood@mewbourne.com</a>.

Sincerely yours,

MEWBOURNE OIL COMPANY  Wasen Wal			
Mason Wood Landman			
MW/gb			
The undersigned elects to grant Mewbourne Oil	Company and Oil and Gas	Lease as referenced a	bove.

	<ul> <li>Complete items 1, 2, and 3. Also complete item 4 if Restricted Delivery is desired.</li> <li>Print your name and address on the reverse so that we can return the card to you.</li> <li>Attach this card to the back of the mailpiece, or on the front if space permits.</li> </ul>	A. Signature  A.
	1. Article Addressed to:	D. Is delivery address different from item 1? Yes If YES, enter delivery address below:
	Laura Meade 611 N. Mesa Avenue	
	Carlsbad, New Mexico 88203	3. Service Type Certified Mail
		☐ Insured Mail ☐ C.O.D.  4. Restricted Delivery? (Extra Fee) ☐ Yes
<del>-</del>	2. Article Number 7009 22. (Transfer from service label)	50 0000 0617 9714
	PS Form 3811, February 2004 Domestic Re	eturn Receipt 102595-02-M-154

500 W. TEXAS, SUITE 1020 MIDLAND, TEXAS 79701

> (432) 682-3715 FAX (432) 685-4170

March 6, 2012

Laura Meade 611 N. Mesa Avenue Carlsbad, New Mexico 88203

Re:

Layla "35" #2H Well

185' FNL & 2150' FWL (SL) 330' FSL & 21550' FWL (BHL) Section 35, T23S, R28E Eddy County, New Mexico

Dear Mrs. Meade:

Reference is made to my previous letter dated February 21, 2012 (see copy enclosed) whereby Mewbourne Oil Company as Operator proposed drilling the captioned well. To date, you have not responded to our well proposal regarding your decision to participate in the proposed well as an unleased mineral interest owner, or alternatively, our offer to lease your unleased mineral interest in the event you elect not to participate in the captioned proposed well. Accordingly, we will be filing an Application for Compulsory Pooling regarding your uncommitted interest whereby your interest will be force pooled at an Examiner's Hearing in Santa Fe, New Mexico at the offices of the New Mexico Oil Conservation Division. You will be notified of the hearing date which is scheduled for Thursday, April 12, 2012.

To avoid the necessity of our having to force pool your unleased mineral interest so we can drill the captioned proposed well in a timely manner, please respond to our well proposal or our offer to lease your interest on the terms offered.

Sincerely yours,

MEWBOURNE OIL COMPANY

500 W. TEXAS, SUITE 1020 MIDLAND, TEXAS 79701

> (432) 682-3715 FAX (432) 685-4170

February 21, 2012

Via Certified Mail-Return Receipt No. 9615

LBD, a Limited Partnership Post Office Box 686 Hobbs, New Mexico 88241

Re: Layla "35" #2H Well 185' FNL & 2150' FWL (SL) 330' FSL & 2150' FWL (BHL)

Section 35, T23S, R28E Eddy County, New Mexico

#### Ladies and Gentlemen:

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Layla "35" #2H Well February 21, 2012 Page 2 of 2

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Sincerely yours,

MEMBOURN	L OIL	CON	IPAN
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Mason Wood Landman

MW/gb

The undersigned elects to grant Mewbourne Oil Company and Oil and Gas Lease as referenced above.

### LBD, LIMITED PARTNERSHIP

By:	 	 	
Title:		 	
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Date signed:	 	 	_
Γax LD.#:	•		

	<ul> <li>Complete items 1, 2, and 3. Also complete item 4 if Restricted Delivery is desired.</li> <li>Print your name and address on the reverse so that we can return the card to you.</li> <li>Attach this card to the back of the mailpiece, or on the front if space permits.</li> <li>Article Addressed to:</li> </ul>	A. Signature  X
	LBD, Limited Partnership Post Office Box 686 Hobbs, New Mexico 88241	3. Service Type Certifled Mail
	2. Article Number 7019	Insured Mail   C.O.D.     A Restricted Delivery? (Extra Fee)   Yes     250 0000 0617 9615
*		sturA Receipt 102595-02-M-15-

ij

500 W. TEXAS, SUITE 1020 MIDLAND, TEXAS 79701

> (432) 682-3715 FAX (432) 685-4170

March 6, 2012

LBD, a Limited Partnership Post Office Box 686 Hobbs, New Mexico 88241

Re:

Layla "35" #2H Well

185' FNL & 2150' FWL (SL) 330' FSL & 21550' FWL (BHL)

Section 35, T23S, R28E Eddy County, New Mexico

#### Ladies and Gentlemen:

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Sincerely yours,

MEWBOURNE OIL COMPANY

500 W. TEXAS, SUITE 1020 MIDLAND, TEXAS 79701



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LBD, a Limited Partnership Post Office Box 686 Hobbs, New Mexico 88241

NIXIE

871 SE 1 00 03/15/12 RETURN TO SENDER TTEMPTED - NOT KNOWN UNABLE TO FORWARD

BC: 7970142797

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500 W. TEXAS, SUITE 1020 MIDLAND, TEXAS 79701

> (432) 682-3715 FAX (432) 685-4170

February 21, 2012

Via Certified Mail-Return Receipt No. 9806

Magdalene P. Panagopoulos 1805 Sandy Lane Carlsbad, New Mexico 88220

Re: Layla "35" #2H Well 185' FNL & 2150' FWL (SL)

330' FSL & 2150' FWL (BHL) Section 35, T23S, R28E Eddy County, New Mexico

### Ladies and Gentlemen:

Mewbourne Oil Company as Operator proposes to drill the captioned well at the referenced surface location (SL) and drill same horizontally from a northerly direction to a southerly direction to a terminus point at the referenced bottom hole location (BHL). The proposed well will be drilled to a true vertical depth of approximately 6,700 feet beneath the surface and drilled horizontally to an approximate measured depth of 11,200 feet to evaluate the Middle Avalon Shale interval in the Bone Spring formation for oil and gas production. The nonstandard oil proration unit for the proposed well will comprise the E/2W/2 of the captioned Section 35 containing 160 acres, more or less. Enclosed for your further handling regarding the above proposed well is our AFE dated December 5, 2011 which is an estimated well cost.

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Layla "35" #2H Well February 21, 2012 Page 2 of 2

Date signed:

Tax I.D.#:

Should you elect to lease your interest to us as referenced above, please sign and return this letter to me at your earliest convenience and I'll send you an Oil and Gas Lease to you for execution. Upon our receipt of the executed lease, I will forward you \$100 which represents the lease bonus payment. Should you have any questions regarding the above, please call me at (432) 682-3715 or my email address is <a href="mailto:mwood@mewbourne.com">mwood@mewbourne.com</a>.

•	•		
Sincerely yours,			
MEWBOURNE OIL COMPANY			
Mason Wal			
Mason Wood Landman	·		•
MW/gb			
The undersigned elects to grant Mewbourne Oil Com	pany and Oil and Ga	as Lease as referer	nced above
By:		•	
Magdalene P. Panagopoulos		•	

Complete items 1, 2, and 3. Also complete items 1, 2, and 3. Also complete 4 if Restricted Delivery is desired.  Print your name and address on the reso that we can return the card to you.  Attach this card to the back of the major on the front if space permits.	plete everse	A. Signat  X  B. Receiv	red by (Prin	ited Name)	C.	Agent Addresse
1. Article Addressed to:  Magdalene P. Tanagopoul  1805 Santy Land  Carlsbad, New Mexico 882	<b>)</b> } }	If YES	. enter deliv	different fro ery address RANO S	below:	CN □
Carisbau, Tielk Wie Age		3. Service Cer Rec	e Type tified Mail gistered ured Mail	☐ Expres	ss Mail n Receipt	for Mercharidis
Article Number     (Transfer from service label)	7009	2250	0000	0617	980L	1
PS Form 3811, February 2004	Domestic Retu	ırn Receipt				102595-02-M-15

500 W. TEXAS, SUITE 1020 MIDLAND, TEXAS 79701

> (432) 682-3715 FAX (432) 685-4170

March 6, 2012

Magdalene P. Panagopoulos 10008 Ranch Hand Las Vegas, NV 89117

Re:

Layla "35" #2H Well

185' FNL & 2150' FWL (SL) 330' FSL & 21550' FWL (BHL)

Section 35, T23S, R28E Eddy County, New Mexico

#### Dear Magdalene:

Reference is made to my previous letter dated February 21, 2012 (see copy enclosed) whereby Mewbourne Oil Company as Operator proposed drilling the captioned well. To date, you have not responded to our well proposal regarding your decision to participate in the proposed well as an unleased mineral interest owner, or alternatively, our offer to lease your unleased mineral interest in the event you elect not to participate in the captioned proposed well. Accordingly, we will be filing an Application for Compulsory Pooling regarding your uncommitted interest whereby your interest will be force pooled at an Examiner's Hearing in Santa Fe, New Mexico at the offices of the New Mexico Oil Conservation Division. You will be notified of the hearing date which is scheduled for Thursday, April 12, 2012.

To avoid the necessity of our having to force pool your unleased mineral interest so we can drill the captioned proposed well in a timely manner, please respond to our well proposal or our offer to lease your interest on the terms offered.

Sincerely yours,

MEWBOURNE OIL COMPANY

Mason Wood Landman



Re: Fwd: mewbourne oil company Mason Wood to: dolly panagopoulos

03/01/2012 08:15 AM

Hello Dolly,

As mentioned in the portions of the Title Opinion I sent you, the ownership in this small tract is uncertain. If you wish to participate in this well, you must first provide me with documentation that clears up the title and proves that you own it. The discrepancies in the title are outlined on pages 53-60 of the Title Opinion I sent to you. If you cannot prove your ownership, Mewbourne offered to purchase a lease from you on the basis of a \$100 bonus and a 3/16 royalty on your unknown interest. Please let me know if you have any more questions.

#### Regards,

#### **Mason Wood**

Landman

Phone: (432) 682-3715 | Fax: (432) 685-4170

Email: MWood@Mewbourne.com Mewbourne Oil Company 500 W. Texas, Suite 1020 Midland, Tx 79701 US

dolly panagopoulos

Good Morning Mason, We just received your c...

02/29/2012 09:37:22 AM

From:

dolly panagopoulos <fitrealtor@aol.com>

To:

mwood@mewbourne.com

Cc:

pavlos@financialnetwork.com, npanagopoulos@comcast.net, pennypana@aol.com

Date:

02/29/2012 09:37 AM

Subject:

Fwd: mewbourne oil company

#### Good Morning Mason,

We just received your certified letter in the mail. We are the owner's of the property and the mineral rights to it. Please provide us on how to proceed forward.

Thank you!

Magdalene "Dolly" Panagopoulos

Dolly Panagopoulos Realty One Group Team DMV! Dolly\*Margie\*Vegas! 10750 W. Charleston Suite #180 Las Vegas, NV 89135

Direct: 702-592-8867

Email: <u>Fitrealtor@aol.com</u> www.teamdmvlasvegas.com

[attachment "20120224143420832.pdf" deleted by Mason Wood/Mewbourne]

500 W. TEXAS, SUITE 1020 MIDLAND, TEXAS 79701

> (432) 682-3715 FAX (432) 685-4170

February 21, 2012

Via Certified Mail-Return Receipt No. 9592

Mary Jo Dickerson P.O. Box 642 Glenpool, Oklahoma 74033

Re: L

Layla "35" #2H Well

185' FNL & 2150' FWL (SL) 330' FSL & 2150' FWL (BHL)

Section 35, T23S, R28E Eddy County, New Mexico

#### Ladies and Gentlemen:

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Layla "35" #2H Well February 21, 2012 Page 2 of 2

Should you elect to lease your interest to us as referenced above, please sign and return this letter to me at your earliest convenience and I'll send you an Oil and Gas Lease to you for execution. Upon our receipt of the executed lease, I will forward you \$100 which represents the lease bonus payment. Should you have any questions regarding the above, please call me at (432) 682-3715 or my email address is <a href="mailto:mwood@mewbourne.com">mwood@mewbourne.com</a>.

Sincerely yours,

<b>MEWBOURNE</b>	OIL COMPANY
$\mathcal{M}$	///
//asur (	Nul
Mason Wood	

Landman

MW/gb

The undersigned elects to grant Mewbourne Oil Company and Oil and Gas Lease as referenced above.

By:		
Mary Jo Dickerson		
	* *	
Date signed:		
Tax I.D.#:		



2009 2250 0000 0617 9592



# First Class Mail

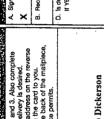
Mason



# MEWBOURNE OIL COMPANY 500 WEST TEXAS, SUITE 1020 MIDLAND, TEXAS 79701

Mary Jo Dickerson P.O. Box 642 Glenpool, Oklaboma 74033

RETURN POSTAGE GUARANTEED



קפפר קבנם סססס ספפי פססק













































500 W. TEXAS, SUITE 1020 MIDLAND, TEXAS 79701

> (432) 682-3715 FAX (432) 685-4170

March 6, 2012

Mary Jo Dickerson P. O. Box 642 Glenpool, Oklahoma 74033

Re:

Layla "35" #2H Well

185' FNL & 2150' FWL (SL) 330' FSL & 21550' FWL (BHL)

Section 35, T23S, R28E Eddy County, New Mexico

Dear Mrs. Dickerson:

Reference is made to my previous letter dated February 21, 2012 (see copy enclosed) whereby Mewbourne Oil Company as Operator proposed drilling the captioned well. To date, you have not responded to our well proposal regarding your decision to participate in the proposed well as an unleased mineral interest owner, or alternatively, our offer to lease your unleased mineral interest in the event you elect not to participate in the captioned proposed well. Accordingly, we will be filing an Application for Compulsory Pooling regarding your uncommitted interest whereby your interest will be force pooled at an Examiner's Hearing in Santa Fe, New Mexico at the offices of the New Mexico Oil Conservation Division. You will be notified of the hearing date which is scheduled for Thursday, April 12, 2012.

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Sincerely yours,

MEWBOURNE OIL COMPANY

Mason Wood Landman

500 W. TEXAS, SUITE 1020 MIDLAND, TEXAS 79701





02 1P **D 0** 

Mary Jo Dickerson P. O. Box 642 Glenpool, Oklahoma 74033

BIXIE

test at a comment of

00 03/10/12

RETURN TO SENDER ATTEMPTED - NOT KNOWN UNABLE TO FORWARD

BC: 79701427970

\*2910-15058-05-40

74033\$\$\$\$\$620427

500 W. TEXAS, SUITE 1020 MIDLAND, TEXAS 79701

> (432) 682-3715 FAX (432) 685-4170

February 21, 2012

Via Certified Mail-Return Receipt No. 9622

John Edward Hall III P.O. Box 1525 Carlsbad, New Mexico 88220

Re:

Layla "35" #2H Well

185' FNL & 2150' FWL (SL) 330' FSL & 2150' FWL (BHL) Section 35, T23S, R28E Eddy County, New Mexico

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In the event you elect not to participate in the proposed well or you can not prove your ownership, Mewbourne offers to purchase an Oil and Gas Lease from you on the basis of \$100.00 for a three year paid up lease providing a 3/16<sup>th</sup> royalty interest. This would be in lieu of our having to force pool your interest since we can not determine what your mineral interest is.

Layla "35" #2H Well February 21, 2012 Page 2 of 2

Should you elect to lease your interest to us as referenced above, please sign and return this letter to me at your earliest convenience and I'll send you an Oil and Gas Lease to you for execution. Upon our receipt of the executed lease, I will forward you \$100 which represents the lease bonus payment. Should you have any questions regarding the above, please call me at (432) 682-3715 or my email address is <a href="mailto:mwood@mewbourne.com">mwood@mewbourne.com</a>.

Sincerely yours,

MEWBOURNE O	IL COMPANY
$\mathcal{W}$	1111
11/wn	Wal
Mason Wood	
Landman	

MW/gb

The undersigned elects to grant Mewbourne Oil Company and Oil and Gas Lease as referenced above.

By:	
John Edward H	Iall III
	•
•	
Date signed:	
Tay ID #	





# First Class Mail

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500 W. TEXAS, SUITE 1020 MIDLAND, TEXAS 79701

> (432) 682-3715 FAX (432) 685-4170

March 6, 2012

John Edward Hall, III P. O. Box 1525 Carlsbad, New Mexico 88220

Re:

Layla "35" #2H Well

185' FNL & 2150' FWL (SL) 330' FSL & 21550' FWL (BHL) Section 35, T23S, R28E

Eddy County, New Mexico

Dear Mr. Hall:

Reference is made to my previous letter dated February 21, 2012 (see copy enclosed) whereby Mewbourne Oil Company as Operator proposed drilling the captioned well. To date, you have not responded to our well proposal regarding your decision to participate in the proposed well as an unleased mineral interest owner, or alternatively, our offer to lease your unleased mineral interest in the event you elect not to participate in the captioned proposed well. Accordingly, we will be filing an Application for Compulsory Pooling regarding your uncommitted interest whereby your interest will be force pooled at an Examiner's Hearing in Santa Fe, New Mexico at the offices of the New Mexico Oil Conservation Division. You will be notified of the hearing date which is scheduled for Thursday, April 12, 2012.

To avoid the necessity of our having to force pool your unleased mineral interest so we can drill the captioned proposed well in a timely manner, please respond to our well proposal or our offer to lease your interest on the terms offered.

Sincerely yours,

MEWBOURNE OIL COMPANY

Mason Wood Landman

500 W. TEXAS, SUITE 1020 MIDLAND, TEXAS 79701

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PM PITNEY BOWES

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John Edward Hall, III P. O. Box 1525 Carlsbad, New Mexico 88220

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500 W. TEXAS, SUITE 1020 MIDLAND, TEXAS 79701

> (432) 682-3715 FAX (432) 685-4170

February 20, 2012

Via Certified Mail-Return Receipt No. 9509

Mr. Thomas M. Beall P.O. Box 1889 Midland, Texas 79702

Re:

Layla "35" WIU Layla "35" #2H Well 185' FNL & 2150' FWL (SL)

330' FSL & 2150' FWL (BHL) Section 35, T23S, R28E Eddy County, New Mexico

#### Dear Tom:

Mewbourne Oil Company ("Mewbourne") as Operator proposes to form the captioned Working Interest Unit to cover all of the captioned Section 35 as to rights from the surface to the base of the Bone Spring formation. Enclosed for your further handling is our proposed Operating Agreement dated February 1, 2012 and an extra set of signature pages of same. You will note that this agreement excludes existing well bores, associated equipment, associated production including the operation of said well bores, whether or not such wells are producing, shut-in or otherwise temporarily abandoned.

In reference to the above, Mewbourne Oil Company as Operator proposes to drill the captioned initial well at the referenced surface location (SL) and drill same horizontally from a northerly direction to a southerly direction to a terminus point at the referenced bottom hole location (BHL). The proposed well will be drilled to a true vertical depth of approximately 6,700 feet beneath the surface and drilled horizontally to an approximate measured depth of 11,200 feet to evaluate the Middle Avalon Shale interval in the Bone Spring formation for oil and gas production. The nonstandard oil proration unit for the proposed well will comprise the E/2W/2 of the captioned Section 35 containing 160 acres, more or less. Enclosed for your further handling regarding the proposed initial well are two copies of our AFE dated December 5, 2011.

Regarding the above, you apparently own a 0.39062% WI in the N/2 of the captioned Section 35. Accordingly on a unit basis you own a 0.195310% WI in the proposed WIU. In the event you elect to participate in the proposed WIU and proposed initial well, please have the enclosed Operating Agreement and extra set of signature pages executed and return only the extra set of signature pages to me with one signed copy of the enclosed AFE. Retain the Operating Agreement for your file and a copy of the AFE.

Mr. Thomas M. Beall Layla "35" WIU February 20, 2012 Page 2 of 2

In the event you elect not to participate in the proposed WIU, Mewbourne or Chevron would be interested in acquiring your leasehold interest on reasonable terms.

Should you have any questions regarding the above, please call.

Sincerely yours,

MEWBOURNE OIL COMPANY

D. Paul Haden Senior Landman

DPH/gb

	Complete items 1, 2, and 3. Also complete item 4 if Restricted Delivery is desired.  Print your name and address on the reverse so that we can return the card to you.  Attach this card to the back of the mailpiece, or on the front if space permits.  1. Article Addressed to:  Mr. Thomas M. Beall P.O. Box 1889 Midland, Texas 79702	A. Signature  X
	2. Article Number 7009	2250 0000 0617 9509
₩.	PS Form 3811, February 2004 Domestic R	Return Receipt 102595-02-M-15

500 W. TEXAS, SUITE 1020 MIDLAND, TEXAS 79701

March 8, 2012

(432) 682-3715 FAX (432) 685-4170

Mr. Thomas M. Beall P.O. Box 1889 Midland, Texas 79702

Re:

Layla "35" WIU Layla "35" #2H Well

185' FNL & 2150' FWL (SL) 330' FSL & 2150' FWL (BHL) Section 35, T23S, R28E Eddy County, NM

#### Dear Tom:

Reference is made to my previous letter dated February 20, 2012 (see copy attached) whereby Mewbourne Oil Company as Operator proposed the formation of a Working Interest (WIU) covering the captioned land regarding the drilling of the referenced well. As of this date you have not committed your interest to the proposed WIU or proposed well. You were furnished an Operating Agreement for consideration and execution and an AFE regarding the estimated cost for the proposed well for signature in the event you elected to participate in same.

In reference to the above, we have moved up the time schedule in drilling the above proposed well. In order to afford us the opportunity to timely get the above well drilled, we will be filing an application for Compulsory Pooling to force pool all uncommitted owners. This application will be filed within a week for the pooling hearing to take place at an Examiner's Hearing at the offices of the New Mexico Oil Conservation Division in Santa Fe, New Mexico to occur Thursday, April 12, 2012.

To avoid the necessity for our having to force pool your interest, please sign and return the AFE and extra set of signature pages of the Operating Agreement to me at your earliest convenience should you elect to participate in the proposed WIU and well. In the event you elect not to participate in the Proposed WIU and well, you will need to consult with Chevron's Mr. Kevin Stubbs at (713) 372-1048 for a possible trade to be made with Chevron since your interest was derived from the N/2 spacing unit for the Williams Com #1 well.

Sincerely yours,

MEWBOURNE OIL COMPANY

D. Paul Haden Senior Landman

xc: Chevron Midcontinent, L.P.

P.O. Box 2100

Houston, Texas 77252 Attn: Mr. Kevin Stubbs

DPH/tgm

500 W. TEXAS, SUITE 1020 MIDLAND, TEXAS 79701

> (432) 682-3715 FAX (432) 685-4170

February 20, 2012

Via Certified Mail-Return Receipt No. 9486

RSG Trust Dated 8/19/02 P.O. Box 10428 Midland, Texas 79702 Attn: Mr. Trey Robbins

Re:

Layla "35" WIU Layla "35" #2H Well

185' FNL & 2150' FWL (SL) 330' FSL & 2150' FWL (BHL) Section 35, T23S, R28E Eddy County, New Mexico

Dear Trey:

Mewbourne Oil Company ("Mewbourne") as Operator proposes to form the captioned Working Interest Unit to cover all of the captioned Section 35 as to rights from the surface to the base of the Bone Spring formation. Enclosed for your further handling is our proposed Operating Agreement dated February 1, 2012 and an extra set of signature pages of same. You will note that this agreement excludes existing well bores, associated equipment, associated production including the operation of said well bores, whether or not such wells are producing, shut-in or otherwise temporarily abandoned.

In reference to the above, Mewbourne Oil Company as Operator proposes to drill the captioned initial well at the referenced surface location (SL) and drill same horizontally from a northerly direction to a southerly direction to a terminus point at the referenced bottom hole location (BHL). The proposed well-will be drilled to a true vertical depth of approximately 6,700 feet beneath the surface and drilled horizontally to an approximate measured depth of 11,200 feet to evaluate the Middle Avalon Shale interval in the Bone Spring formation for oil and gas production. The nonstandard oil proration unit for the proposed well will comprise the E/2W/2 of the captioned Section 35 containing 160 acres, more or less. Enclosed for your further handling regarding the proposed initial well are two copies of our AFE dated December 5, 2011.

Regarding the above, the RSG Trust apparently owns a 0.39063% WI in the N/2 of the captioned Section 35. Accordingly on a unit basis you own a 0.195315% WI in the proposed WIU. In the event you elect to participate in the proposed WIU and proposed initial well, please have the enclosed Operating Agreement and extra set of signature pages executed and return only the extra set of signature pages to me with one signed copy of the enclosed AFE. Retain the Operating Agreement for your file and a copy of the AFE.

RSG Trust Dated 8/19/02 Layla "35" WIU February 20, 2012 Page 2 of 2

In the event you elect not to participate in the proposed WIU, Mewbourne or Chevron would be interested in acquiring your leasehold interest on reasonable terms.

Should you have any questions regarding the above, please call.

Sincerely yours,

MEWBOURNE OIL COMPANY

D. Paul Haden Senior Landman

DPH/gb

	SENDER: COMPLETE THIS SECTION  Complete items 1, 2, and 3. Also complete item 4 if Restricted Delivery is desired. Print your name and address on the reverse so that we can return the card to you. Attach this card to the back of the mailpiece, or on the front if space permits.  RSG Trust Dated 8/19/02 P.O. Box 10428 Midland, Texas 79702	A. Signature  A. Signature  Addresse  B. Received by Frinted Name)  C. Date of Deliver  D. Is delivery address different from item 1?  If YES, enter delivery address below:
	Attn: Mr. Trey Robbins	3. Service Type  Certified Mail
	2. Article Number 7009 2 (Transfer from service label)	250 0000 0617 9486
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500 W. TEXAS, SUITE 1020 MIDLAND, TEXAS 79701

March 8, 2012

(432) 682-3715 FAX (432) 685-4170

RSG Trust Dated 8/19/02 P.O. Box 10428 Midland, Texas 79702 Attn: Mr. Trey Robbins

Re:

Layla "35" WIU Layla "35" #2H Well 185' FNL & 2150' FWL (SL) 330' FSL & 2150' FWL (BHL) Section 35, T23S, R28E Eddy County, NM

Dear Trey:

Reference is made to my previous letter dated February 20, 2012 (see copy attached) whereby Mewbourne Oil Company as Operator proposed the formation of a Working Interest (WIU) covering the captioned land regarding the drilling of the referenced well. As of this date you have not committed your interest to the proposed WIU or proposed well. You were furnished an Operating Agreement for consideration and execution and an AFE regarding the estimated cost for the proposed well for signature in the event you elected to participate in same.

In reference to the above, we have moved up the time schedule in drilling the above proposed well. In order to afford us the opportunity to timely get the above well drilled, we will be filing an application for Compulsory Pooling to force pool all uncommitted owners. This application will be filed within a week for the pooling hearing to take place at an Examiner's Hearing at the offices of the New Mexico Oil Conservation Division in Santa Fe, New Mexico to occur Thursday, April 12, 2012.

To avoid the necessity for our having to force pool your interest, please sign and return the AFE and extra set of signature pages of the Operating Agreement to me at your earliest convenience should you elect to participate in the proposed WIU and well. In the event you elect not to participate in the Proposed WIU and well, you will need to consult with Chevron's Mr. Kevin Stubbs at (713) 372-1048 for a possible trade to be made with Chevron since your interest was derived from the N/2 spacing unit for the Williams Com #1 well.

Sincerely yours,

MEWBOURNE\_OIL COMPANY

D. Paul Haden Senior Landman

xc: Chevron Midcontinent, L.P.

P.O. Box 2100

Houston, Texas 77252 Attn: Mr. Kevin Stubbs

500 W. TEXAS, SUITE 1020 MIDLAND, TEXAS 79701

> (432) 682-3715 FAX (432) 685-4170

April 9, 2012

RSG Trust P.O. Box 10428 Midland, Texas 79702

Attn: Mr. W. B. Robbins, III

Re: Layla "35" WIU

Section 35, T23S, R28E Eddy County, New Mexico

Dear Trey:

As discussed this date, in lieu of the RSG Trust participating in the proposed Layla "35" Com #2H Well as to its 0.195315% unit working interest, Mewbourne Oil Company offers to purchase the Trust's 0.39063% working interest in the N/2 of the captioned Section 35 on the basis of \$2,000 per net acre (1.250016 net acres) being \$2,500.03 whereby Mewbourne would be delivered a 75% net revenue interest, subject to proportionate reduction. The Trust would retain its interest in the Williams Com #1 Well operated by Chevron Midcontinent LP which would include the well bore, associated equipment and associated production in said well. As also discussed this date, we will offer the same offer to the Jack L. Russell Estate.

Sincerely yours,

MEWBOURNE OIL COMPANY

D. Paul Haden Senior Landman

DPH/gb

xc:

Estate of Jack L. Russell, Deceased

P.O. Box 1604

Midland, Texas 79701 Attn: Felice Davis

500 W. TEXAS, SUITE 1020 MIDLAND, TEXAS 79701

> (432) 682-3715 FAX (432) 685-4170

February 20, 2012

Via Certified Mail-Return Receipt No. 9448

Roden Oil Company P.O. Box 10909 Midland, Texas 79702-7909 Attn: Mr. Van Tettleton

Re: Layla "35" WIU

Layla "35" #2H Well

185' FNL & 2150' FWL (SL) 330' FSL & 2150' FWL (BHL)

Section 35, T23S, R28E Eddy County, New Mexico

#### Gentlemen:

Mewbourne Oil Company ("Mewbourne") as Operator proposes to form the captioned Working Interest Unit to cover all of the captioned Section 35 as to rights from the surface to the base of the Bone Spring formation. Enclosed for your further handling is our proposed Operating Agreement dated February 1, 2012 and an extra set of signature pages of same. You will note that this agreement excludes existing well bores, associated equipment, associated production including the operation of said well bores, whether or not such wells are producing, shut-in or otherwise temporarily abandoned.

In reference to the above, Mewbourne Oil Company as Operator proposes to drill the captioned initial well at the referenced surface location (SL) and drill same horizontally from a northerly direction to a southerly direction to a terminus point at the referenced bottom hole location (BHL). The proposed well will be drilled to a true vertical depth of approximately 6,700 feet beneath the surface and drilled horizontally to an approximate measured depth of 11,200 feet to evaluate the Middle Avalon Shale interval in the Bone Spring formation for oil and gas production. The nonstandard oil proration unit for the proposed well will comprise the E/2W/2 of the captioned Section 35 containing 160 acres, more or less. Enclosed for your further handling regarding the proposed initial well are two copies of our AFE dated December 5, 2011.

Regarding the above, you apparently own a 5.71274% WI in the N/2 of the captioned Section 35. Accordingly on a unit basis you own a 2.85637% WI in the proposed WIU. In the event you elect to participate in the proposed WIU and proposed initial well, please have the enclosed Operating Agreement and extra set of signature pages executed and return only the extra set of signature pages to me with one signed copy of the enclosed AFE. Retain the Operating Agreement for your file and a copy of the AFE.

Roden Oil Company Layla "35" WIU February 20, 2012 Page 2 of 2

In the event you elect not to participate in the proposed WIU, Mewbourne or Chevron would be interested in acquiring your leasehold interest on reasonable terms.

Should you have any questions regarding the above, please call.

Sincerely yours,

MEWBOURNE OIL COMPANY

D. Paul Haden Senior Landman

DPH/gb

#### ENDER: COMPLETE THIS SECTION

- I Complete items 1, 2, and 3. Also complete item 4 if Restricted Delivery is desired.
- I Print your name and address on the reverse so that we can return the card to you.
- I Attach this card to the back of the mailpiece, or on the front if space permits.
- . Article Addressed to:

Roden Oil Company P.O. Box 10909 Midland, Texas 79702-7909 Attn: Mr. Van Tettleton

#### COMPLETE THIS SECTION ON DELIVERY A. Signature ☐ Agent ☐ Addressee B. Received by (Printed Name) C. Date of Delivery ☐ Yes D. Is delivery address different from item 1? If YES, enter delivery address below: ☐ No 3. Service Type Certified Mail ☐ Express Mail . ☐ Registered ☐ Return Receipt for Merchandise ☐ Insured Mail ☐ C.O.D. 4. Restricted Delivery? (Extra Fee)

☐ Yes-

7009 2250 0000 0617 9448

. Article Number (Transfer from service label)

500 W. TEXAS, SUITE 1020 MIDLAND, TEXAS 79701

March 8, 2012

(432) 682-3715 FAX (432) 685-4170

Roden Oil Company P.O. Box 10909 Midland, Texas 79701-7909 Attn: Mr. Van Tettleton

Re:

Layla "35" WIU Layla "35" #2H Well

185' FNL & 2150' FWL (SL) 330' FSL & 2150' FWL (BHL)

Section 35, T23S, R28E

Eddy County, NM

#### Gentlemen:

Reference is made to my previous letter dated February 20, 2012 (see copy attached) whereby Mewbourne Oil Company as Operator proposed the formation of a Working Interest (WIU) covering the captioned land regarding the drilling of the referenced well. As of this date you have not committed your interest to the proposed WIU or proposed well. You were furnished an Operating Agreement for consideration and execution and an AFE regarding the estimated cost for the proposed well for signature in the event you elected to participate in same.

In reference to the above, we have moved up the time schedule in drilling the above proposed well. In order to afford us the opportunity to timely get the above well drilled, we will be filing an application for Compulsory Pooling to force pool all uncommitted owners. This application will be filed within a week for the pooling hearing to take place at an Examiner's Hearing at the offices of the New Mexico Oil Conservation Division in Santa Fe, New Mexico to occur Thursday, April 12, 2012.

To avoid the necessity for our having to force pool your interest, please sign and return the AFE and extra set of signature pages of the Operating Agreement to me at your earliest convenience should you elect to participate in the proposed WIU and well. In the event you elect not to participate in the Proposed WIU and well, you will need to consult with Chevron's Mr. Kevin Stubbs at (713) 372-1048 for a possible trade to be made with Chevron since your interest was derived from the N/2 spacing unit for the Williams Com #1 well.

Sincerely yours,

MEWBOURNE OIL COMPANY

D. Paul Haden Senior Landman

xc: Chevron Midcontinent, L.P.

P.O. Box 2100

Houston, Texas 77252 Attn: Mr. Kevin Stubbs



<u>To</u>:

<van@rodenoil.com>.

Cc:

Bcc:

Subject: RE: Layla "35"

Great !! I'll send you a revised Exhibit "A" soon. Today , I'll email you a revised AFE with the correct WI% of 3.78462%. I'm fairly certain that the ownership in the current Exhibit "A" will change as some folks may not participate. I was going to wait to revise it once I get decisions from everybody.

Paul Haden Land Department Mewbourne Oil Company 500 W. Texas Ave., Ste. 1020 Midland, Texas 79701 (432) 682-3715 (432) 685-4170 FAX

"Van Tettleton"

That's exactly what I came up with. Thanks for ta...

03/26/2012 01:53:22 PM

From: To: "Van Tettleton" <van@rodenoil.com>

"Paul Haden" <phaden@Mewbourne.com>

Date:

03/26/2012 01:53 PM

Subject: RE: Layla "35"

That's exactly what I came up with. Thanks for taking a look at that and the show and tell last week. I'll have the election letter to you asap.

Van T. Tettleton Roden Oil Company P. O. Box 10909 Midland, Texas 79702 Phone: (432) 684-7278 Fax: (888) 415-8822 Cell: (432) 553-8037 van@rodenoil.com

----Original Message----

From: Paul Haden [mailto:phaden@Mewbourne.com]

Sent: Tuesday, March 20, 2012 2:29 PM

To: van@rodenoil.com Subject: Re: Layla "35"

Van , I found our old file on this property and found that Roden originally owned a 7.66554% WI in a 310 acre tract in the S/2. That is 23.763174 net acres so your WI% in 320 acres was 7.42599% Accordingly your after payout interest (.25% x 7.42599 = 1.8564975). 50% of that interest is 0.9282487%. Adding that % to your 2.85637%WI as set out in the JOA gives you a grand total of a 3.78462% unit interest in the 640 acre WIU. Is that what you calculate ?? Let me know what you come up with and we'll amend the JOA accordingly. Thanks.

Paul Haden



<u>To:</u>

van@rodenoil.com,

Cc:

Bcc:

Subject: Re: Layla "35"

Van, I found our old file on this property and found that Roden originally owned a 7.66554% WI in a 310 acre tract in the S/2. That is 23.763174

net acres so your WI% in 320 acres was 7.42599% Accordingly your after payout interest (.25% x 7.42599 = 1.8564975). 50% of that interest is

0.9282487%. Adding that % to your 2.85637%WI as set out in the JOA gives you a grand total of a 3.78462% unit interest in the 640 acre WIU.

Is that what you calculate ?? Let me know what you come up with and we'll amend the JOA accordingly. Thanks.

Paul Haden Land Department Mewbourne Oil Company 500 W. Texas Ave., Ste. 1020 Midland, Texas 79701 (432) 682-3715 (432) 685-4170 FAX