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(918) 491-4900 (918) 491-4853 (FAX) (918) 491-4854 (FAX)

April 5, 2005

WORKING INTEREST OWNERS (See Attached Address List)

RE:

East Blinebry-Drinkard Unit

Sections 1, 11, 12, 13, & 14, T21S, R37E, Lea County, NM

On March 18, 2005, Apache Corporation (Apache) mailed out a Unit Agreement and Unit Operating Agreement covering Apache's proposal to unitize the Blinebry, Tubb and Drinkard formations in Sections 1, 11, 12, 13, and 14 (totaling 2,080.00 acres) in T21S, R37E to perform secondary recovery operations through waterflooding of the Blinebry/Tubb/Drinkard reservoirs. As an active operator in this area, Apache Corporation will be the Operator of this Unit since Apache operates approximately 69% of the wells included within the boundaries of the proposed unit. To date Apache has not had any response nor any communication from you with regard to the material mailed out earlier to you.

Please be advised, since Apache has received preliminary approval from the Bureau of Land Management (majority mineral and royalty owner) and has the required 75% working interest and royalty interest owner approval for Apache's proposed waterflood unit, Apache will be proceeding to get on the New Mexico Oil Conversation Division's (NMOCD) hearing docket for a May 19, 2005 hearing. If you are an unleased mineral owner who has elected not to grant a lease or a current working interest owner who has elected not to respond prior to the NMOCD hearing date, your interest will be considered forced pooled into the waterflood unit subject to cost plus a 200% penalty once the NMOCD order has been written and approved. Also, once the initial capital expenditure to implement this unit has been recovered by Apache, your interest will be considered paid out and for any future expenditures involving unit operations, your interest will be considered as a working interest owner and billed for costs accordingly.

Should you have any questions pertaining to Apache's proposed project, please feel free to contact Michelle Hanson (918) 491-4838, Mario Moreno at (918) 491-4963 for any Land questions or Kevin Mayes (Reservoir Engineer) at (918) 491-4972 for any Technical questions, or our toll free number is (800) 558-8572, otherwise please execute one (1) original signature page to the Unit and Unit Operating Agreements, have each properly notarized, and return same to the undersigned in the enclosed self-addressed envelope which were previously provided for your convience as soon as reasonably possible. In the alternative, if you are unleased mineral owner and wish to grant Apache an Oil and Gas lease, please advise and we will have Larry Phillips who is one of our Land Broker's to get in touch with you and discuss the leasing terms.

OIL CONSERVATION DIVISION
Case No. Exhibit No. \_\_\_

Submitted By:

Apache Corporation
Hearing Date: June 16, 2005

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Thank you for your attention in this matter and we look forward to your support in facilitating the implementation of this project.

APACHE CORPORATION

Mario R. Moreno, Jr. Senior Staff Landman East Blinebry-Drinkard Unit Working Interest Owners

David H. Arrington P.O. Box 2071 Midland, TX 79702 J.L. & Jessie M. Reynolds 648 N. RO Ave Stockton, CA

Duce D. & Ruth Cobb Bivins Rev Trust 8479 Sexton Rd Pasadena, MD 21122-2913 P.L. Lawrence Jr. Estate P.O. Box L Crowley, LA 70526 Beverly Elizabeth Somerville 1504 Dartmouth Albuquerque, NM 87106

Freda M. Long P.O. Box 1342 Lake Isabella, CA 93240 Lettunich Oil Company P.O. Box 925 Fabens, TX 79838 Elliott-Hall Company Ltd. Partnership P.O. Box 1231 Ogden, UT 84402

Kenneth Long 1547 Ringe Las Vegas, NV 89110 Lawrence Dale Long 1704 Piño Ave NE, MBU 2204 Albuquerque, NM 871

Marsha Cockrell

Rosser E. Schwarz 324 W. Ramona Ave Colorado Springs, CO 80906 Exxon Mobil Corporation P.O. Box 4697 Houston, TX 77210-4697 Attn: Dan Barber

Earl Malone MD 2801 N. Kentucky, Apt. 122 Roswell, NM 88201-0607

BP America Production Co. 501 Westlake Park Blvd Houston, TX 77079 Attn: Thomas Furtwangler

Elliott Industries Ltd. Partners P.O. Box 1355 Roswell, NM 88201

Tierra Exploration, Inc. P.O. Box 2188 Hobbs, NM 88241

T.H. McElvain Oil & Gas Ltd. Prt. 1050 17<sup>th</sup> St., Suite 1800 Denver, CO 80265

Ken McPeters 502 W. Gold Hobbs, NM 88240 Christopher R. Wilkinson & Christine A. Wilkinson 26 Warren Ave.
Plymouth, MA 02360

Frank A. Glispin P.O. Box 12564 Dallas, TX 75225

Watson Truck & Supply P.O. Box 10 Hobbs, NM 88240

Triple H Resources, Inc. P.O. Box 10463 Midland, TX 79702

Anne S. Johnson 6529 High 42 South Fort Valley, GA 31030 Baynard W. Malone, Trustee of the Andersen-Malone Trust P.O. Box 87 Roswell, NM 88202-0087 Chevron USA Inc. 11111 South Wilcrest Houston, TX 77099 Attn: James Baca

Donald Long 1514 Martin Ave. Aztec, NM 87410 Elizabeth Eaton 2121 East Biscayne Court Highlands Ranch, CO 80126 East Blinebry-Drinkard Unit Working Interest Owners who were sent follow up letters on 4/5/05.

Duce D. & Ruth Cobb Bivins Rev Trust 8479 Sexton Rd Pasadena, MD 21122-2913

Freda M. Long P.O. Box 1342 Lake Isabella, CA 93240

Frank A. Glispin P.O. Box 12564 Dallas, TX 75225

Elizabeth Eaton 2121 East Biscayne Court Highlands Ranch, CO 80126

Lawrence Dale Long 11704 Pino Ave NE Albuquerque, NM 87122 Sent out letter 4/8/05 David H. Arrington P.O. Box 2071 Midland, TX 79702

P.L. Lawrence Jr. Estate P.O. Box L Crowley, LA 70526

Lettunich Oil Company P.O. Box 925 Fabens, TX 79838

Triple H Resources, Inc. P.O. Box 10463 Midland, TX 79702

Donald Long 1514 Martin Ave. Aztec, NM 87410 Sent out letter 4/7/05 J.L. & Jessie M. Reynolds 648 N. RO Ave Stockton, CA

Beverly Elizabeth Somerville 1504 Dartmouth Albuquerque, NM 87106

Exxon Mobil Corporation P.O. Box 4697 Houston, TX 77210-4697 Attn: Dan Barber

Baynard W. Malone, Trustee of the Andersen-Malone Trust P.O. Box 87 Roswell, NM 88202-0087

Kenneth Long 1547 Ringe Las Vegas, NV 89110 Sent out letter 4/8/05