



November 1, 2004

VIA FACSIMILE FOLLOWED BY U.S. MAIL

Oxy USA Inc.
P.O. Box 50250
Midland, Texas 79710-0250

Attn: David Evans

OIL CONSERVATION DIVISION
CASE NUMBER
EXHIBIT NUMBER 3

**RE Well Proposal – Golden Lane “29” State No. 1
NE4NE4 - Section 29, T20S-R30E
Golden Lane Area
Eddy County, New Mexico**

Dear David:

Edge Petroleum Exploration Company (“Edge”) plans to drill the Golden Lane “29” State No. 1 well at a bottom hole location 660 FEL & 660 FNL of Section 29-T20S-R30E, Eddy County New Mexico, to test the Morrow sands at a measured depth of approximately 13,200 feet (surface location is 1,130’ FWL & 2520 FNL of Section 28, T20S-R30E). The planned spacing unit for this well is the N2 of Section 29, however, both the bottom hole location and the spacing unit are contingent upon Edge receiving a favorable OCD Order pursuant to its application to limit the effect of the special pool rules for the Dos Hermanos Gas Pool. A hearing was held before the OCD on October 7 (case #13,351), and we are expecting a ruling any day. A copy of our Authority For Expenditure for this well is attached herewith. The records of Eddy County and the New Mexico State Land Office records reflect Oxy USA WTP LP owning a 100% leasehold interest as to depths below 2,500’ under the W2NW4 of Section 29. Edge owns 100% leasehold as to all depths in the E2NW4 and NE4 of Section 29. In support of our well Edge respectfully requests you consider the following options:

1. Two (2) year term assignment for a bonus consideration of \$200.00 per net acre, with Oxy retaining a proportionately reduced overriding royalty interest equal to the difference between 20% and existing burdens, or;
2. Two (2) year farmout with Oxy retaining a proportionately reduced 7.5% overriding royalty, convertible to a proportionately reduced 25% working interest at payout of the well.
3. Participate in the said well for your working interest based on the attached AFE.

If you have any questions, need additional information, or would like to discuss this proposed well please call me at (713) 427-8843. Thank you very much.

EDGE PETROLEUM EXPLORATION COMPANY

Jeff A. Sikora, CPL
Senior Staff Landman
jsikora@edgepet.com

AUTHORIZATION - FOR - EXPENDITURE

Lease/Well: <u>Golden Lane 29 State No. 1</u>	Field/Prospect: <u>Golden Lane</u>	Date: <u>10/29/2004</u>
Location: <u>NENE Section 29 T20S R30E</u> <u>Eddy County, NM</u>	Objective: <u>Strawn, Morrow</u>	
Surface: <u>1130' FWL & 2520' FNL Section 28, T20S R30E</u>	Proposed TD: <u>13,200' MD</u>	
Bottom Hole: <u>660' FEL & 660' FNL Section 29, T20S R30E</u>	AFE No: <u>24DR031</u>	
Project Type: <u>DRILLING-EXPL</u> <u>DRILLING-DEV</u>	RECOMPLETION	WO-EXPENSE OTHER INVEST
(Circle one)		

Project Description: AFE scope is to drill and complete a directional 13,200' MD Strawn/Morrow Well.

INTANGIBLE COSTS	DRILLING	COMPLETION	TOTAL
Permit/Survey/Damages	15,500		15,500
Location & Road: Bldg./Restor	30,000	3,000	33,000
Con. Drill.-Daywork	47 days @ \$ 9,500	24,600	471,100
Con. Drill.-Turnkey, Footage, Other	to		-
Completion Rig:	15 days @ \$ 2,500	37,500	37,500
MI/RU/RD	70,000		70,000
Mud & Chemical	80,000		80,000
Fuel, Power, and Water	105,000	1,800	106,800
Bits	85,000	1,600	86,600
Cement & Cement Services	80,000	44,000	124,000
Casing Crew, Tongs & Tools	17,000	6,500	23,500
Mud Logging/MWD	30 days @ \$ 750	22,500	22,500
Electric Logging/Perforating/Wireline	50,000	24,000	74,000
Swab/Coiled Tubing Units	days @ \$	-	-
Directional Services	140,000		140,000
Fracture/ Acid Stimulation		105,000	105,000
Fishing Services			-
Rental Tools & Equipment	200,000	20,000	220,000
Contract Supervision	57 days @ \$ 750	14,000	56,750
Co. Labor (Time, Exp. & Benefits)			-
Welding, Trucking, Contract Labor	25,000	17,500	42,500
DST & FT/Coring & Analysis	6,500		6,500
Consulting Services		2,500	2,500
Overhead	14,000	7,000	21,000
Transportation	20,000	2,000	22,000
Tubing inspection and testing			-
Other	5,000	5,000	10,000
<i>Subtotal Intangible</i>	1,454,750	316,000	1,770,750
Contingencies 5 %	72,738	15,800	88,538
TOTAL INTANGIBLE COSTS	1,527,488	331,800	1,859,288

TANGIBLE COSTS	DRILLING	COMPLETION	TOTAL
Conductor Pipe	8,500		8,500
Surf. Casing	20 450 \$/foot 47.00	21,150	21,150
Intermediate Csg	13 3/8" 1600 34.00	54,400	54,400
Intermediate Csg	9 5/8" 3980 22.00	87,560	87,560
Production	5 1/2" 13200 13.00	171,600	171,600
Tubing	2 7/8" 13000 6.00	78,000	78,000
Float Equip. & Liner Hanger	10,000		10,000
Valves & Fittings		10,000	10,000
Wellhead Equipment	13,000	8,000	21,000
Misc. Equipment			-
Packer & Downhole Equipment		9,000	9,000
Rods & Pump			-
Pumping Unit & Prime Mover			-
Meter & Meter Run		8,500	8,500
Flowlines & Connections		25,000	25,000
Tanks		25,000	25,000
Heater & Dehyd./Compressor			-
Separator/Heater-Treater		25,000	25,000
Installation Costs		20,000	20,000
Pipeline/ROW & Sales Connection			-
Other			-
<i>Subtotal Tangible</i>	194,610	380,100	574,710
Contingencies 5 %	9,731	19,005	28,736
TOTAL TANGIBLE COSTS	204,341	399,105	603,446

TOTAL TANGIBLE & INTANGIBLE COST	1,731,828	730,905	2,462,733
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EDGE APPROVAL: Edge WI (%) <u>75.00</u> Prepared by: <u>Jim Keisling</u> Date: <u>10/29/2004</u> <i>JK</i> <i>MVC</i> Approved by: _____ Date: _____	NONOPERATOR APPROVAL: Company: _____ WI (%) _____ App'd by: _____ Title: _____ Date: _____ () Desire to be covered by Edge Petroleum's Insurance () Decline to be covered by Edge Petroleum's Insurance
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Note: It is recognized that the amounts herein are estimates only and approval of this authorization constitutes your agreement to share in the actual costs incurred in conducting the operation specified, whether more or less than that herein set out, as to your working interest percentage shown above.

MODE = MEMORY TRANSMISSION START=NOV-01 13:26 END=NOV-01 13:27

FILE NO.=554

STN NO.	COMM.	ABBR NO.	STATION NAME/TEL NO.	PAGES	DURATION
001	OK	*	8114326855742	003/003	00:00:40

***** - *****

EDGE PETROLEUM CORPORATION

*1301 Travis, Suite 2000
Travis Tower, 20th Floor
Houston, Texas 77002*

TELEPHONE NUMBER (713) 654-8960
FACSIMILE NUMBER (713) 654-7722

DATE: 11/1/2004 NUMBER OF PAGES: 2

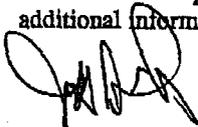
TO: David Evans, Oxy USA WTP Limited Partnership
FAX NO. (432) 685-5742

FROM: Jeff A. Sikora, CPL
Sr. Staff Landman
(713) 427-8843 direct

SUBJECT: Edge - proposed Golden Lane "29" State #1
N2 Section 29-20S-30E
Eddy County, NM

David,

Attached please find a proposal to drill the referenced well. Let me know if you need any additional information. Thanks.



Jeff A. Sikora, CPL
Senior Staff Landman
(713) 427-8843
jsikora@edgepet.com



May 17, 2005

VIA FACSIMILE FOLLOWED BY U.S. MAIL

Oxy USA Inc.
P.O. Box 50250
Midland, Texas 79710-0250

Attn: David Evans

**RE Well Proposal – Golden Lane “29” State No. 1
NW4NE4 - Section 29, T20S-R30E (N2 spacing unit)
Golden Lane Area
Eddy County, New Mexico**

Dear David:

Edge Petroleum Exploration Company (“Edge”) plans to drill the Golden Lane “29” State No. 1 well at a bottom hole location 1,700’ FEL & 710’ FNL of Section 29-T20S-R30E, Eddy County New Mexico, to test the Morrow and Strawn at a measured depth of approximately 13,350 feet (surface location is 1,130’ FWL & 2,520’ FNL of Section 28, T20S-R30E). The spacing unit for this well will be the N2 of Section 29. A copy of our Authority For Expenditure for this well is attached herewith along with our Application for permit to drill. The records of Eddy County and the New Mexico State Land Office records reflect Oxy USA WTP LP owning a 100% leasehold interest as to depths below 2,500’ under the W2NW4 of Section 29. Edge owns 100% leasehold as to all depths in the E2NW4 and NE4 of Section 29. In support of our well Edge respectfully requests Oxy consider the following options:

1. One (1) year term assignment with Oxy retaining a proportionately reduced overriding royalty interest equal to the difference between 25% and existing burdens, or;
2. One (1) year farmout with Oxy retaining a proportionately reduced 7.5% overriding royalty, convertible to a proportionately reduced 25% working interest at payout of the well.
3. Participate in the said well for your working interest based on the attached AFE.

If you have any questions, need additional information, or would like to discuss this proposed well please call me at (713) 427-8843. Thank you very much.

EDGE PETROLEUM EXPLORATION COMPANY

Jeff A. Sikora, CPL
Senior Staff Landman
jsikora@edgepet.com



July 29, 2005

VIA CERTIFIED U.S. MAIL
7004 1160 0005 3795 0741

Francis Hill Hudson
FBO Lindy's Living Trust
6300 Ridglea Place, Suite 1005-A
Ft. Worth, TX 76116

*Lindy's office
817-738-8999*

**RE Well Proposal - Golden Lane "29" State No. 1
NW4NE4 - Section 29, T20S-R30E (N2 spacing unit)
Golden Lane Area
Eddy County, New Mexico**

Gentlemen:

Edge Petroleum Exploration Company ("Edge") is the leasehold record title and operating rights owner of the NE/4 and E/2NW/4 of Section 29, T20S-R30E as to all depths under State of New Mexico Lease V-07125 dated August 1, 2004. It appears that you may be the owner of a contractual working interest in the W/2NW/4 of Section 29 created under Joint Operating Agreement dated March 9, 1973, between Texas International Petroleum Corporation, as Operator, and Patrick Petroleum Corporation, et al, as non-operators, covering all of Section 29 from the surface down to 100' below the deepest producing interval in the test well provided for in paragraph seven (7) thereof (being the Hudson Fed. #1 well located in SE/4 of Section 29). Edge proposes to drill a well to a depth of 12,590' (TVD), 13,200' (MD) to test the Morrow formation on a spacing unit consisting of the N/2 of Section 29, T20S-R30E, Eddy County New Mexico. The bottom hole location of the well shall be 1,700' FEL and 710' FNL of Section 29. The surface location for the well shall be 1,130' FWL and 2,520' FNL' of Section 28, T20S-R30E. The AFE for the well is attached herewith. Edge hereby offers you the right to participate in this well should it be confirmed that you do in fact own a contractual interest in the W/2NW/4 of Section 29. Alternatively, if your interest is confirmed, Edge will accept a farmin of your interest based on you retaining a proportionately reduced 25% back-in at payout of the well. A title opinion is currently being rendered and any unrecorded documentation you can provide with respect to the 1973 JOA would be helpful. Please consider this proposal and contact the undersigned at (713) 427-8843 at your earliest convenience to discuss. Thank you very much.

Yours very truly,

EDGE PETROLEUM EXPLORATION COMPANY

Jeff A. Sikora, CPL
Senior Staff Landman
jsikora@edgepet.com

7004 1160 0005 3795 0741

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Francis Hill Hudson
FBO Lindy's Living Trust
6300 Ridglea Place, Suite 1005-A
Ft. Worth, TX 76116

PS Form 3800, June 2002 See Reverse for Instructions

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.

1. Article Addressed to:

Francis Hill Hudson
FBO Lindy's Living Trust
6300 Ridglea Place, Suite 1005-A
Ft. Worth, TX 76116

2. Article Number
(Transfer from service label)

7004 1160 0005 3795 0741
Domestic Return Receipt

PS Form 3811, February 2004

02595-02-M-1540

COMPLETE THIS SECTION ON DELIVERY

A. Signature Agent Addressee
 B. Received by (Printed Name) C. Date of Delivery
 Francis Hill Hudson 8-3-05

D. Is delivery address different from item 1? Yes
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



July 29, 2005

VIA CERTIFIED U.S. MAIL
7004 1160 0005 3795 0734

Delmar Hudson Lewis Living Trust
6300 Ridglea Place, Suite 1005-A
Fort Worth, TX 76116-5736

**RE Well Proposal - Golden Lane "29" State No. 1
NW4NE4 - Section 29, T20S-R30E (N2 spacing unit)
Golden Lane Area
Eddy County, New Mexico**

Gentlemen:

Edge Petroleum Exploration Company ("Edge") is the leasehold record title and operating rights owner of the NE/4 and E/2NW/4 of Section 29, T20S-R30E as to all depths under State of New Mexico Lease V-07125 dated August 1, 2004. It appears that you may be the owner of a contractual working interest in the W/2NW/4 of Section 29 created under Joint Operating Agreement dated March 9, 1973, between Texas International Petroleum Corporation, as Operator, and Patrick Petroleum Corporation, et al, as non-operators, covering all of Section 29 from the surface down to 100' below the deepest producing interval in the test well provided for in paragraph seven (7) thereof (being the Hudson Fed. #1 well located in SE/4 of Section 29). Edge proposes to drill a well to a depth of 12,590' (TVD), 13,200' (MD) to test the Morrow formation on a spacing unit consisting of the N/2 of Section 29, T20S-R30E, Eddy County New Mexico. The bottom hole location of the well shall be 1,700' FEL and 710' FNL of Section 29. The surface location for the well shall be 1,130' FWL and 2,520' FNL' of Section 28, T20S-R30E. The AFE for the well is attached herewith. Edge hereby offers you the right to participate in this well should it be confirmed that you do in fact own a contractual interest in the W/2NW/4 of Section 29. Alternatively, if your interest is confirmed, Edge will accept a farmin of your interest based on you retaining a proportionately reduced 25% back-in at payout of the well. A title opinion is currently being rendered and any unrecorded documentation you can provide with respect to the 1973 JOA would be helpful. Please consider this proposal and contact the undersigned at (713) 427-8843 at your earliest convenience to discuss. Thank you very much.

Yours very truly,

EDGE PETROLEUM EXPLORATION COMPANY

Jeff A. Sikora, CPL
Senior Staff Landman
jsikora@edgepet.com

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Delmar Hudson Lewis Living Trust
 6300 Ridglea Place, Suite 1005-A
 Fort Worth, TX 76116-5736

PS Form 3800, October 2007 See Reverse for Instructions

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.

1. Article Addressed to:

Delmar Hudson Lewis Living Trust
 6300 Ridglea Place, Suite 1005-A
 Fort Worth, TX 76116-5736

COMPLETE THIS SECTION ON DELIVERY

A. Signature Agent
 X *[Signature]* Addressee

B. Received by (Printed Name) Date of Delivery
ANNA SPOUTS

D. Is delivery address different from item 1? Yes
 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

2. Article Number

8/11/05 - Left message



July 29, 2005

VIA CERTIFIED U.S. MAIL
7004 1160 0005 3795 0758

Moore & Shelton Co., Ltd.
P. O.Box 3070
Galveston, TX 77552

409-762-3209
~~104 23rd St.~~
~~Galveston 77550~~

RE Well Proposal - Golden Lane "29" State No. 1
NW4NE4 - Section 29, T20S-R30E (N2 spacing unit)
Golden Lane Area
Eddy County, New Mexico

Gentlemen:

Edge Petroleum Exploration Company ("Edge") is the leasehold record title and operating rights owner of the NE/4 and E/2NW/4 of Section 29, T20S-R30E as to all depths under State of New Mexico Lease V-07125 dated August 1, 2004. It appears that you may be the owner of a contractual working interest in the W/2NW/4 of Section 29 created under Joint Operating Agreement dated March 9, 1973, between Texas International Petroleum Corporation, as Operator, and Patrick Petroleum Corporation, et al, as non-operators, covering all of Section 29 from the surface down to 100' below the deepest producing interval in the test well provided for in paragraph seven (7) thereof (being the Hudson Fed. #1 well located in SE/4 of Section 29). Edge proposes to drill a well to a depth of 12,590' (TVD), 13,200' (MD) to test the Morrow formation on a spacing unit consisting of the N/2 of Section 29, T20S-R30E, Eddy County New Mexico. The bottom hole location of the well shall be 1,700' FEL and 710' FNL of Section 29. The surface location for the well shall be 1,130' FWL and 2,520' FNL' of Section 28, T20S-R30E. The AFE for the well is attached herewith. Edge hereby offers you the right to participate in this well should it be confirmed that you do in fact own a contractual interest in the W/2NW/4 of Section 29. Alternatively, if your interest is confirmed, Edge will accept a farmin of your interest based on you retaining a proportionately reduced 25% back-in at payout of the well. A title opinion is currently being rendered and any unrecorded documentation you can provide with respect to the 1973 JOA would be helpful. Please consider this proposal and contact the undersigned at (713) 427-8843 at your earliest convenience to discuss. Thank you very much.

Yours very truly,

EDGE PETROLEUM EXPLORATION COMPANY

Jeff A. Sikora, CPL
Senior Staff Landman
jsikora@edgepet.com

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Total		

3 Moore & Shelton Co., Ltd.
 3 P. O. Box 3070
 2 Galveston, TX 77552

PS See Reverse for Instructions

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.

1. Article Addressed to:

Moore & Shelton Co., Ltd.
P. O. Box 3070
Galveston, TX 77552

COMPLETE THIS SECTION ON DELIVERY

A. Signature *[Signature]* Agent Addressee

B. Received by (Printed Name) Donna R Woods C. Date of Delivery 02/11/04

D. Is delivery address different from item 1? Yes No
If YES, enter delivery address below:

3. Service Type

- Certified Mail Express Mail
 - Registered Return Receipt for Merchandise
 - Insured Mail C.O.D.
4. Restricted Delivery? (Extra Fee) Yes

2. Article Number 7004 1160 0005 3795 0758
(Transfer from service label)

PS Form 3811, February 2004 Domestic Return Receipt 102595-02-M-1540



August 12, 2005

*Via Certified Mail
Return Receipt Requested
and Regular Mail*

Moore & Shelton Company, Ltd.
P.O. Box 3070
Galveston, Texas 77552

**RE: Well Proposal – Golden Lane “29” State #1
NW/4NE/4 Section 29, T20S-R30E (N/2 Spacing Unit)
Eddy County, New Mexico**

Gentlemen:

Edge sent a proposal to you for participation in the referenced well, your interest in which is derived pursuant to an Operating Agreement dated March 3, 1979. We have since tried to contact you at the only phone number we could find for Moore & Shelton in Galveston, 409-762-3209, and have left messages but no calls have been returned. We again attach our AFE for the well. Please contact the undersigned at your earliest convenience. Thank you very much.

Sincerely,

EDGE PETROLEUM EXPLORATION COMPANY

Jeff A. Sikora
Senior Staff Landman
(713) 427-8843
jsikora@edgepet.com

EDGE PETROLEUM OPERATING COMPANY, INC.
1301 TRAVIS STREET, SUITE 2000, HOUSTON, TX, 77002
 Tel: (713) 654-8960, Fax: (713) 654-7722

AUTHORIZATION - FOR - EXPENDITURE

Lease/Well: Golden Lane 29 State No. 1
 Location: NWNE Section 29 T20S R30E
Eddy County, NM
 Surface: 1130' FWL & 2520' FNL Section 28, T20S R30E
 Bottom Hole: 1700' FEL & 710' FNL Section 29, T20S R30E
 Project Type: DRILLING-EXPL DRILLING-DEV
 (Circle one)

Field/Prospect: Golden Lane
 Objective: Strawn, Morrow
 Proposed TD: 13,350' MD
 AFE No: 24DR031

Date: 5/17/2005

RECOMPLETION WO-EXPENSE OTHER INVEST

Project Description: AFE scope is to drill and complete a directional 13,350' MD Strawn/Morrow Well.

INTANGIBLE COSTS		DRILLING	COMPLETION	TOTAL
Permit/Survey/Damages		15,500		15,500
Location & Road: Bldg./Restor		30,000	3,000	33,000
Con. Drill.-Daywork	48 days @ \$ 15,500	744,000	33,000	777,000
Con. Drill.-Turnkey, Footage, Other	to			-
Completion Rig:	15 days @ \$ 2,500		37,500	37,500
MI/RU/RD		70,000		70,000
Mud & Chemical		80,000		80,000
Fuel, Power, and Water		105,000	3,500	108,500
Bits		85,000	1,600	86,600
Cement & Cement Services		80,000	44,000	124,000
Casing Crew, Tongs & Tools		17,000	6,500	23,500
Mud Logging/MWD	38 days @ \$ 750	28,500		28,500
Electric Logging/Perforating/Wireline		50,000	24,000	74,000
Swab/Coiled Tubing Units	days @ \$		-	-
Directional Services		140,000		140,000
Fracture/ Acid Stimulation			135,000	135,000
Fishing Services				-
Rental Tools & Equipment		200,000	20,000	220,000
Contract Supervision	57 days @ \$ 750	42,750	14,000	56,750
Co. Labor (Time, Exp. & Benefits)				-
Welding, Trucking, Contract Labor		25,000	17,500	42,500
DST & FT/Coring & Analysis		6,500		6,500
Consulting Services			2,500	2,500
Overhead		14,000	7,000	21,000
Transportation		20,000	3,500	23,500
Tubing inspection and testing		3,500	2,000	5,500
Other		5,000	5,000	10,000
Subtotal Intangible		1,761,750	359,600	2,121,350
Contingencies	10 %	176,175	35,960	212,135
TOTAL INTANGIBLE COSTS		1,937,925	395,560	2,333,485

TANGIBLE COSTS	Size	Footage	\$/foot	DRILLING	COMPLETION	TOTAL
Conductor Pipe				8,500		8,500
Surf. Casing	20	450	47.00	21,150		21,150
Intermediate Csg	13 3/8"	1600	34.00	54,400		54,400
Intermediate Csg	9 5/8"	3980	23.00	91,540		91,540
Production	5 1/2"	13350	13.00		173,550	173,550
Tubing	2 7/8"	13200	6.00		79,200	79,200
Float Equip. & Liner Hanger				10,000	3,000	13,000
Valves & Fittings					10,000	10,000
Wellhead Equipment				18,000	16,000	34,000
Misc. Equipment						-
Packer & Downhole Equipment					9,000	9,000
Rods & Pump						-
Pumping Unit & Prime Mover						-
Meter & Meter Run					9,000	9,000
Flowlines & Connections					25,000	25,000
Tanks					18,000	18,000
Heater & Dehyd./Compressor						-
Separator/Heater-Treater					15,000	15,000
Installation Costs					20,000	20,000
Pipeline/ROW & Sales Connection					10,000	10,000
Other						-
Subtotal Tangible				203,590	387,750	591,340
Contingencies			5 %	10,180	19,388	29,567
TOTAL TANGIBLE COSTS				213,770	407,138	620,907

TOTAL TANGIBLE & INTANGIBLE COST	2,151,695	802,698	2,954,392
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EDGE APPROVAL: <u>Edge WI (%) 75.00</u> Prepared by: <u>Jim Keisling</u> Date: <u>5/17/2005</u> Approved by: <u>[Signature]</u> Date: <u>[Signature]</u>	NONOPERATOR APPROVAL: Company: _____ WI (%) _____ App'd by: _____ Title: _____ Date: _____ <input type="checkbox"/> Desire to be covered by Edge Petroleum's Insurance <input type="checkbox"/> Decline to be covered by Edge Petroleum's Insurance
--	--

Note: It is recognized that the amounts herein are estimates only and approval of this authorization constitutes your agreement to share in the actual costs incurred in conducting the operation specified, whether more or less than that herein set out, as to your working interest percentage shown above.

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7004 2510 0002 4915 1502

Postage \$	
Certified Fee	
Return Receipt Fee (Endorsement Required)	
Restricted Delivery Fee (Endorsement Required)	
Total P.	

Send To
 Street or PO Box
 City, St
 Moore & Shelton Company, Ltd.
 P. O. Box 3070
 Galveston, Texas 77552

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.

1. Article Addressed to:

Moore & Shelton Company, Ltd.
 P. O. Box 3070
 Galveston, Texas 77552

COMPLETE THIS SECTION ON DELIVERY

- A. Signature Agent Addressee
- B. Received by (Printed Name) Date of Delivery
- C. Is delivery address different from item 1? Yes No

Received by (Printed Name): DAVID B. HARRIS
 Date of Delivery: 8-17-5

- 3. Service Type
 - Certified Mail
 - Registered
 - Insured Mail
 - Express Mail
 - Return Receipt for Merchandise
 - C.O.D.
 - Restricted Delivery? (Extra Fee) Yes

2. Article Number
 (Transfer from service label)

7004 2510 0002 4915 1502

Agreed to FO 752 NET delivered 25; BIAPO returned
Mailed Assignment/FO
8/11 - Talked to Bennett ✓ needs to give to attorney

EDGE PETROLEUM CORPORATION

July 29, 2005

VIA CERTIFIED U.S. MAIL
7004 1160 0005 3795 0680

M. Brad Bennett, Inc.
P. O. Box 51510
Midland, TX 79710-1510
ATTN: Mr. M. Brad Bennett

432-632-4536 office
432-638-9900 cell

**RE Well Proposal - Golden Lane "29" State No. 1
NW4NE4 - Section 29, T20S-R30E (N2 spacing unit)
Golden Lane Area
Eddy County, New Mexico**

Gentlemen:

Edge Petroleum Exploration Company ("Edge") is the leasehold record title and operating rights owner of the NE/4 and E/2NW/4 of Section 29, T20S-R30E as to all depths under State of New Mexico Lease V-07125 dated August 1, 2004. It appears that you may be the owner of a contractual working interest in the W/2NW/4 of Section 29 created under Joint Operating Agreement dated March 9, 1973; between Texas International Petroleum Corporation, as Operator, and Patrick Petroleum Corporation, et al, as non-operators, covering all of Section 29 from the surface down to 100' below the deepest producing interval in the test well provided for in paragraph seven (7) thereof (being the Hudson Fed. #1 well located in SE/4 of Section 29). Edge proposes to drill a well to a depth of 12,590' (TVD), 13,200' (MD) to test the Morrow formation on a spacing unit consisting of the N/2 of Section 29, T20S-R30E, Eddy County New Mexico. The bottom hole location of the well shall be 1,700' FEL and 710' FNL of Section 29. The surface location for the well shall be 1,130' FWL and 2,520' FNL' of Section 28, T20S-R30E. The AFE for the well is attached herewith. Edge hereby offers you the right to participate in this well should it be confirmed that you do in fact own a contractual interest in the W/2NW/4 of Section 29. Alternatively, if your interest is confirmed, Edge will accept a farmin of your interest based on you retaining a proportionately reduced 25% back-in at payout of the well. A title opinion is currently being rendered and any unrecorded documentation you can provide with respect to the 1973 JOA would be helpful. Please consider this proposal and contact the undersigned at (713) 427-8843 at your earliest convenience to discuss. Thank you very much.

Yours very truly,

EDGE PETROLEUM EXPLORATION COMPANY



Jeff A. Sikora, CPL
Senior Staff Landman
jsikora@edgepet.com

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0990 5626 5000 0990 4002

Postage \$	
Certified Fee	
Return Receipt Fee (Endorsement Required)	
Restricted Delivery Fee (Endorsement Required)	

Postmark
Here

To
M. Brad Bennett, Inc.
P. O. Box 51510
Midland, TX 79710-1510
or
ATTN: Mr. M. Brad Bennett

PS Form 3811, February 2004 See Reverse for Instructions

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.

1. Article Addressed to:

M. Brad Bennett, Inc.
P. O. Box 51510
Midland, TX 79710-1510
ATTN: Mr. M. Brad Bennett

COMPLETE THIS SECTION ON DELIVERY

- A. Signature *M. Brad Bennett* Agent Addressee
- B. Received by (Printed Name) *M. Brad Bennett* C. Date of Delivery *2/18/04*
- D. Is delivery address different from item 1? Yes No
If YES, enter delivery address below:

3. Service Type
 Certified Mail Express Mail
 Registered Return Receipt for Merchandise
 Insured Mail C.O.D.
4. Restricted Delivery? (Extra Fee) Yes No

2. Article Number

(Transfer from service label) 7004 3360 0005 3795 0680

called - Rest, researched files - thought they had the contractual w/ 8/15/05 - Left message - Out for 2 weeks



July 29, 2005

VIA CERTIFIED U.S. MAIL
7004 2510 0002 4915 1427

Yates Petroleum Corporation
P. O. Box 1395
Artesia, NM 88211-1395

Rest. Bulluck 505-748-4351

RE Well Proposal - Golden Lane "29" State No. 1
NW4NE4 - Section 29, T20S-R30E (N2 spacing unit)
Golden Lane Area
Eddy County, New Mexico

Gentlemen:

Edge Petroleum Exploration Company ("Edge") is the leasehold record title and operating rights owner of the NE/4 and E/2NW/4 of Section 29, T20S-R30E as to all depths under State of New Mexico Lease V-07125 dated August 1, 2004. It appears that you may be the owner of a contractual working interest in the W/2NW/4 of Section 29 created under Joint Operating Agreement dated March 9, 1973, between Texas International Petroleum Corporation, as Operator, and Patrick Petroleum Corporation, et al, as non-operators, covering all of Section 29 from the surface down to 100' below the deepest producing interval in the test well provided for in paragraph seven (7) thereof (being the Hudson Fed. #1 well located in SE/4 of Section 29). Edge proposes to drill a well to a depth of 12,590' (TVD), 13,200' (MD) to test the Morrow formation on a spacing unit consisting of the N/2 of Section 29, T20S-R30E, Eddy County New Mexico. The bottom hole location of the well shall be 1,700' FEL and 710' FNL of Section 29. The surface location for the well shall be 1,130' FWL and 2,520' FNL' of Section 28, T20S-R30E. The AFE for the well is attached herewith. Edge hereby offers you the right to participate in this well should it be confirmed that you do in fact own a contractual interest in the W/2NW/4 of Section 29. Alternatively, if your interest is confirmed, Edge will accept a farmin of your interest based on you retaining a proportionately reduced 25% back-in at payout of the well. A title opinion is currently being rendered and any unrecorded documentation you can provide with respect to the 1973 JOA would be helpful. Please consider this proposal and contact the undersigned at (713) 427-8843 at your earliest convenience to discuss. Thank you very much.

Yours very truly,

EDGE PETROLEUM EXPLORATION COMPANY

Jeff A. Sikora, CPL
Senior Staff Landman
jsikora@edgepet.com

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Postage \$	
Certified Fee	
Return Receipt Fee (Endorsement Required)	
Restricted Delivery Fee (Endorsement Required)	

Postmark
Here

Total P/c

Sent To
Yates Petroleum Corporation
P. O. Box 1395
Artesia, NM 88211-1395

PS Form 3811, June 2002 See Reverse for Instructions

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.

1. Article Addressed to:

Yates Petroleum Corporation
P. O. Box 1395
Artesia, NM 88211-1395

2. Article Number
(Transfer from service label)
7004 2510 0002 4915 1427

PS Form 3811, February 2004

COMPLETE THIS SECTION ON DELIVERY

- A. Signature Agent Addressee
 - B. Received by (Printed Name) Yates C. Date of Delivery 6-4-03
 - D. Is delivery address different from item 1? Yes No
- If YES, enter delivery address below:

- 3. Service Type Certified Mail Express Mail Registered Return Receipt for Merchandise Insured Mail C.O.D.
- 4. Restricted Delivery? (Extra Fee) Yes No

102596-02-N-1540

Domestic Return Receipt

Talked to Evans - Couldn't tell if they claimed title not
Wants to see title opinion



July 29, 2005

VIA CERTIFIED U.S. MAIL
7004 2510 0002 4915 1434

Occidental Permian, Ltd.
6 Desta Dr., Suite 6000
Midland, TX 79710-0250
ATTN: David Evans

RE Well Proposal - Golden Lane "29" State No. 1
NW4NE4 - Section 29, T20S-R30E (N2 spacing unit)
Golden Lane Area
Eddy County, New Mexico

Gentlemen:

Edge Petroleum Exploration Company ("Edge") is the leasehold record title and operating rights owner of the NE/4 and E/2NW/4 of Section 29, T20S-R30E as to all depths under State of New Mexico Lease V-07125 dated August 1, 2004. It appears that you may be the owner of a contractual working interest in the W/2NW/4 of Section 29 created under Joint Operating Agreement dated March 9, 1973, between Texas International Petroleum Corporation, as Operator, and Patrick Petroleum Corporation, et al, as non-operators, covering all of Section 29 from the surface down to 100' below the deepest producing interval in the test well provided for in paragraph seven (7) thereof (being the Hudson Fed. #1 well located in SE/4 of Section 29). Edge proposes to drill a well to a depth of 12,590' (TVD), 13,200' (MD) to test the Morrow formation on a spacing unit consisting of the N/2 of Section 29, T20S-R30E, Eddy County New Mexico. The bottom hole location of the well shall be 1,700' FEL and 710' FNL of Section 29. The surface location for the well shall be 1,130' FWL and 2,520' FNL' of Section 28, T20S-R30E. The AFE for the well is attached herewith. Edge hereby offers you the right to participate in this well should it be confirmed that you do in fact own a contractual interest in the W/2NW/4 of Section 29. Alternatively, if your interest is confirmed, Edge will accept a farmin of your interest based on you retaining a proportionately reduced 25% back-in at payout of the well. A title opinion is currently being rendered and any unrecorded documentation you can provide with respect to the 1973 JOA would be helpful. Please consider this proposal and contact the undersigned at (713) 427-8843 at your earliest convenience to discuss. Thank you very much.

Yours very truly,

EDGE PETROLEUM EXPLORATION COMPANY

Jeff A. Sikora, CPL
Senior Staff Landman
jsikora@edgepet.com

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4941 5764 2000 0752 4002

Postage \$	
Certified Fee	
Return Receipt Fee (Endorsement Required)	
Restricted Delivery Fee (Endorsement Required)	
Total Postage & Fees	\$

Postmark Here

Sent: Occidental Permain, Ltd.
 Street or PO: 6 Desta Dr., Suite 6000
 City: Midland, TX 79710-0250
 ATTN: David Evans

PS Form 3811, February 2004 See Reverse for Instructions

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.

1. Article Addressed to:

Occidental Permain, Ltd.
 6 Desta Dr., Suite 6000
 Midland, TX 79710-0250
 ATTN: David Evans

COMPLETE THIS SECTION ON DELIVERY

- A. Signature Agent
- B. Received by (Printed Name) Addressee
- C. Date of Delivery Yes
- D. Is delivery address different from item 1? No

Robert M. Foster 3/4/02
 Box 50250
 Midland TX 79710

3. Service Type
- Certified Mail
 - Registered
 - Insured Mail
 - Restricted Delivery? (Extra Fee)
 - Express Mail
 - Return Receipt for Merchandise
 - C.O.D.
4. Restricted Delivery? (Extra Fee) Yes

2. Article Number (Transfer from service label)

7004 2510 0002 4915 1434

PS Form 3811, February 2004

Domestic Return Receipt

102595-02-M-1540



July 29, 2005

VIA CERTIFIED U.S. MAIL
7004 1160 0005 3795 0703

The Edward R. Hudson Trust #4
222 W. 4th Street, PH-5
Ft. Worth, TX 76102
ATTN: Mary T. Ard, Trustee

RE Well Proposal - Golden Lane "29" State No. 1
NW4NE4 - Section 29, T20S-R30E (N2 spacing unit)
Golden Lane Area
Eddy County, New Mexico

Gentlemen:

Edge Petroleum Exploration Company ("Edge") is the leasehold record title and operating rights owner of the NE/4 and E/2NW/4 of Section 29, T20S-R30E as to all depths under State of New Mexico Lease V-07125 dated August 1, 2004. It appears that you may be the owner of a contractual working interest in the W/2NW/4 of Section 29 created under Joint Operating Agreement dated March 9, 1973, between Texas International Petroleum Corporation, as Operator, and Patrick Petroleum Corporation, et al, as non-operators, covering all of Section 29 from the surface down to 100' below the deepest producing interval in the test well provided for in paragraph seven (7) thereof (being the Hudson Fed. #1 well located in SE/4 of Section 29). Edge proposes to drill a well to a depth of 12,590' (TVD), 13,200' (MD) to test the Morrow formation on a spacing unit consisting of the N/2 of Section 29, T20S-R30E, Eddy County New Mexico. The bottom hole location of the well shall be 1,700' FEL and 710' FNL of Section 29. The surface location for the well shall be 1,130' FWL and 2,520' FNL' of Section 28, T20S-R30E. The AFE for the well is attached herewith. Edge hereby offers you the right to participate in this well should it be confirmed that you do in fact own a contractual interest in the W/2NW/4 of Section 29. Alternatively, if your interest is confirmed, Edge will accept a farmin of your interest based on you retaining a proportionately reduced 25% back-in at payout of the well. A title opinion is currently being rendered and any unrecorded documentation you can provide with respect to the 1973 JOA would be helpful. Please consider this proposal and contact the undersigned at (713) 427-8843 at your earliest convenience to discuss. Thank you very much.

Yours very truly,

EDGE PETROLEUM EXPLORATION COMPANY

Jeff A. Sikora, CPL
Senior Staff Landman
jsikora@edgepet.com

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Postage \$	
Certified Fee	
Return Receipt Fee (Endorsement Required)	
Restricted Delivery Fee (Endorsement Required)	

Postmark Here

To

The Edward R. Hudson Trust #4
222 W. 4th Street, PH-5
Ft. Worth, TX 76102
ATTN: Mary T. Ard, Trustee

PS Form 3811, June 2004 See Reverse for Instructions

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.

1. Article Addressed to:

The Edward R. Hudson Trust #4
222 W. 4th Street, PH-5
Ft. Worth, TX 76102
ATTN: Mary T. Ard, Trustee

COMPLETE THIS SECTION ON DELIVERY

- A. Signature Agent
 B. Received by (Printed Name) Addressee
 C. Date of Delivery 8/3/05
 D. Is delivery address different from item 1? Yes No
 If YES, enter delivery address below:

3. Service Type
 Certified Mail Express Mail
 Registered Return Receipt for Merchandise
 Insured Mail C.O.D.
 4. Restricted Delivery? (Extra Fee) Yes No

2. Article Number
(Transfer from service label)

7004 1160 0005 3795 0703

PS Form 3811, February 2004

Domestic Return Receipt

109595-02-M-1540

MODE = MEMORY TRANSMISSION

START=AUG-12 13:16

END=AUG-12 13:17

FILE NO.=804

STN NO.	COMM.	ABBR NO.	STATION NAME/TEL NO.	PAGES	DURATION
001	OK	#	8118173340442	002/002	00:00:49

***** - ***** - *****

EDGE PETROLEUM CORPORATION

*1111 Bagby, Suite 2100
Texaco Heritage Plaza
Houston, Texas 77002*

TELEPHONE NUMBER (713) 654-8960
FACSIMILE NUMBER (713) 654-7722

DATE: 8/12/2005

NUMBER OF PAGES: 1

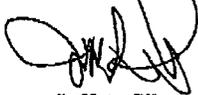
TO: **Randall Hudson**
FAX NO. (817) 334-0442

FROM: **Jeff A. Sikora, CPL**
Sr. Staff Landman
(713) 427-8843 direct

SUBJECT: **AFE - Edge-Golden Lane "29" State #1**
N/2 Section 29-20S-30E
Eddy County, NM

Mr. Hudson,

I spoke with your father on Thursday, 8/11 about the subject well and he asked that I fax the attached AFE to your attention. The AFE should have been included with the well proposal letter Edge sent dated 7/29/05. I would like to discuss this well with you when you return next week. Thanks.



Jeff A. Sikora, CPL
Senior Staff Landman
(713) 427-8843
jsikora@edgepet.com



July 29, 2005

VIA CERTIFIED U.S. MAIL
7004 1160 0005 3795 0697

Edward R. Hudson Trusts 1, 2, 3
616 Texas Street
Ft. Worth, TX 76102

**RE Well Proposal - Golden Lane "29" State No. 1
NW4NE4 - Section 29, T20S-R30E (N2 spacing unit)
Golden Lane Area
Eddy County, New Mexico**

Gentlemen:

Edge Petroleum Exploration Company ("Edge") is the leasehold record title and operating rights owner of the NE/4 and E/2NW/4 of Section 29, T20S-R30E as to all depths under State of New Mexico Lease V-07125 dated August 1, 2004. It appears that you may be the owner of a contractual working interest in the W/2NW/4 of Section 29 created under Joint Operating Agreement dated March 9, 1973, between Texas International Petroleum Corporation, as Operator, and Patrick Petroleum Corporation, et al, as non-operators, covering all of Section 29 from the surface down to 100' below the deepest producing interval in the test well provided for in paragraph seven (7) thereof (being the Hudson Fed. #1 well located in SE/4 of Section 29). Edge proposes to drill a well to a depth of 12,590' (TVD), 13,200' (MD) to test the Morrow formation on a spacing unit consisting of the N/2 of Section 29, T20S-R30E, Eddy County New Mexico. The bottom hole location of the well shall be 1,700' FEL and 710' FNL of Section 29. The surface location for the well shall be 1,130' FWL and 2,520' FNL' of Section 28, T20S-R30E. The AFE for the well is attached herewith. Edge hereby offers you the right to participate in this well should it be confirmed that you do in fact own a contractual interest in the W/2NW/4 of Section 29. Alternatively, if your interest is confirmed, Edge will accept a farmin of your interest based on you retaining a proportionately reduced 25% back-in at payout of the well. A title opinion is currently being rendered and any unrecorded documentation you can provide with respect to the 1973 JOA would be helpful. Please consider this proposal and contact the undersigned at (713) 427-8843 at your earliest convenience to discuss. Thank you very much.

Yours very truly,

EDGE PETROLEUM EXPLORATION COMPANY

Jeff A. Sikora, CPL
Senior Staff Landman
jsikora@edgepet.com

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.

1. Article Addressed to:

Edward R. Hudson Trusts 1, 2, 3
 616 Texas Street
 Ft. Worth, TX 76102

COMPLETE THIS SECTION ON DELIVERY

- A. Signature Agent
Kristal Rea Addressee
- B. Received by (Printed Name) Agent
Kristal Rea Addressee
 Date of Delivery *8/3/06*
- D. Is delivery address different from item 1? Yes
 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

2. Article Number
 (Transfer from service label)
 PS Form 3811, February 2004

7004 1160 0005 3795 0697
 Domestic Return Receipt

102595-02-M-1540

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Certified Fee	
Return Receipt Fee (Endorsement Required)	
Restricted Delivery Fee (Endorsement Required)	

Postmark Here

7004 1160 0005 3795 0697

See
 Edvard R. Hudson Trusts 1, 2, 3
 616 Texas Street
 Ft. Worth, TX 76102

9/11/05 - Tried reach Ed. - said out of town. Said talk to Randall Hudson ^{wed to}

Ed Hudson
970-925-8269

at home in Aspen

Ed Hudson

son - Randall handles

but is fishing in WY



July 29, 2005

VIA CERTIFIED U.S. MAIL
7004 1160 0005 3795 0727

Send AFE
817-334-0442

Bill Hudson
William A. Hudson II
616 Texas Street
Ft. Worth, TX 76102

817-332-3331

9/11/05 Randall Hudson - Ed Hudson's son fishing in WY
in office on Tues. will have answer quickly

RE Well Proposal - Golden Lane "29" State No. 1
NW4NE4 - Section 29, T20S-R30E (N2 spacing unit)
Golden Lane Area
Eddy County, New Mexico

Gentlemen:

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Yours very truly,

EDGE PETROLEUM EXPLORATION COMPANY

Jeff A. Sikora, CPL
Senior Staff Landman
jsikora@edgepet.com

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.

1. Article Addressed to:

William A. Hudson II
 616 Texas Street
 Ft. Worth, TX 76102

COMPLETE THIS SECTION ON DELIVERY

- A. Signature Agent
Kristal Reed Addressee
- B. Received by *Printed Name* Date of Delivery
Kristal Reed *8/3/05*
- C. Date of Delivery
- D. Is delivery address different from item 1? Yes
 If YES, enter delivery address below: No

2. Article Number
(Transfer from service label)

7004 1160 0005 3795 0727

PS Form 3811, February 2004

Domestic Return Receipt

102595-02-M-1540

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 Certified Fee _____
 Return Receipt Fee (Endorsement Required) _____
 Restricted Delivery Fee (Endorsement Required) _____

Postmark Here

7004 1160 0005 3795 0727

Sent William A. Hudson II
 by 616 Texas Street
 or Ft. Worth, TX 76102
 on

PS Form 3811, February 2004



July 29, 2005

VIA CERTIFIED U.S. MAIL
7004 1160 0005 3795 0710

Edward R. Hudson, Jr.
616 Texas Street
Ft. Worth, TX 76102

817-732-7795 home
home - 55 Westover Ter
Ft. Worth, TX 76107-3106

RE Well Proposal - Golden Lane "29" State No. 1
NW4NE4 - Section 29, T20S-R30E (N2 spacing unit)
Golden Lane Area
Eddy County, New Mexico

Gentlemen:

Edge Petroleum Exploration Company ("Edge") is the leasehold record title and operating rights owner of the NE/4 and E/2NW/4 of Section 29, T20S-R30E as to all depths under State of New Mexico Lease V-07125 dated August 1, 2004. It appears that you may be the owner of a contractual working interest in the W/2NW/4 of Section 29 created under Joint Operating Agreement dated March 9, 1973, between Texas International Petroleum Corporation, as Operator, and Patrick Petroleum Corporation, et al, as non-operators, covering all of Section 29 from the surface down to 100' below the deepest producing interval in the test well provided for in paragraph seven (7) thereof (being the Hudson Fed. #1 well located in SE/4 of Section 29). Edge proposes to drill a well to a depth of 12,590' (TVD), 13,200' (MD) to test the Morrow formation on a spacing unit consisting of the N/2 of Section 29, T20S-R30E, Eddy County New Mexico. The bottom hole location of the well shall be 1,700' FEL and 710' FNL of Section 29. The surface location for the well shall be 1,130' FWL and 2,520' FNL' of Section 28, T20S-R30E. The AFE for the well is attached herewith. Edge hereby offers you the right to participate in this well should it be confirmed that you do in fact own a contractual interest in the W/2NW/4 of Section 29. Alternatively, if your interest is confirmed, Edge will accept a farmin of your interest based on you retaining a proportionately reduced 25% back-in at payout of the well. A title opinion is currently being rendered and any unrecorded documentation you can provide with respect to the 1973 JOA would be helpful. Please consider this proposal and contact the undersigned at (713) 427-8843 at your earliest convenience to discuss. Thank you very much.

Yours very truly,

EDGE PETROLEUM EXPLORATION COMPANY

Jeff A. Sikora, CPL
Senior Staff Landman
jsikora@edgepet.com

7004 1160 0005 3795 0710

U.S. Postal Service™
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Certified Fee		
Return Receipt Fee (Endorsement Required)		
Restricted Delivery Fee (Endorsement Required)		
Total Postage & Fees	\$	

Ser
 Str
 or P
 City
 Edward R. Hudson, Jr.
 616 Texas Street
 Ft. Worth, TX 76102

PSI See Reverse for Instructions

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.

1. Article Addressed to:

Edward R. Hudson, Jr.
616 Texas Street
Ft. Worth, TX 76102

COMPLETE THIS SECTION ON DELIVERY

A. Signature Agent
 Kristal Rea Addressee

B. Received by (Printed Name) C. Date of Delivery
Kristal Rea 8/3/08

D. Is delivery address different from item 1? Yes
 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

2. Article Number (Transfer from service label) 7004 1160 0005 3795 0710

MODE = MEMORY TRANSMISSION

START=AUG-26 16:24

END=AUG-26 16:27

FILE NO.=909

STN NO.	COMM.	ABBR NO.	STATION NAME/TEL NO.	PAGES	DURATION
001	OK		8115057484572	016/016	00:02:35

***** - ***** - *****



1301 TRAVIS STREET, SUITE 2000
 HOUSTON, TEXAS 77002
 (713) 654-8960
 FAX # (713) 654-7722

TO: Robert Bullock	FROM: Jeff Sikora
COMPANY: Yates Petro.	DATE: 8/26/05
FAX NUMBER: 505 748-4572	TOTAL NO. OF PAGES INCLUDING COVER: 15
PHONE NUMBER:	PHONE NUMBER: 713-427-8843

URGENT FOR REVIEW PLEASE COMMENT PLEASE REPLY PLEASE RECYCLE

NOTES/COMMENTS:

Robert,

Title Opinion for Edge-Goldman Law "24"
State #1 and updated AFE

Jeff Sikora

CONFIDENTIALITY NOTICE

The document accompanying this transaction contain confidential information intended for a specific individual and purpose. The information is private, and is legally protected by law. If you are not the intended recipient, you are hereby notified that any disclosure, copying, distribution, or the taking of any action in reliance on the contents of this telecopied information is strictly prohibited.



August 26, 2005

VIA FACSIMILE FOLLOWED BY US MAIL

Yates Petroleum Corporation
105 South Fourth St
Artesia, New Mexico 88210

Attn: Robert Bullock

**RE First Supplemental Drilling Opinion
Edge – Golden Lane “29” State #1
N/2 Section 29, T20S-R30E
Eddy County, New Mexico**

Dear Robert:

Further to our prior conversations regarding the referenced well and the contractual rights created therein by virtue of a March 9, 1973 Operating Agreement covering all of Section 29, 20S-30E, attached please find Jim Bruce's First Supplemental Title Opinion for the referenced well. The opinion now covers the contractual interests revealed by the 1973 JOA and other documents/information obtained pursuant to title curative efforts under the original drilling opinion. As you can see, subject to Requirement D, Bruce credits Occidental with the contractual interest in the N/2 of Section 29 that is owned by Yates in the S/2 of Section 29 for the Hudson Federal #1 well. We need to know if Yates is claiming any interest in the N/2 of Section 29, or if you would be willing to sign a disclaimer as a matter of title curative as required by the opinion. In the event Yates is claiming an interest, I have attached herewith a revised AFE for the referenced well. The well spud today and is expected to reach TD in approximately 50 days if there are no mechanical problems. All contractual working interest parties have been noticed of force pooling proceedings regarding this well on September 8, 2005 OCD docket. Please review the opinion and give me a call to discuss at your earliest convenience. Thank you very much.

Yours Truly,

EDGE PETROLEUM EXPLORATION COMPANY

Jeff A. Sikora, CPL
Senior Staff Landman
(713) 427-8843
jsikora@edgepet.com

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Postage	\$
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Restricted Delivery Fee (Endorsement Required)	

"29" #1

Postmark Here

Yates Petroleum Corporation
 105 South Fourth St.
 Artesia, NM 88210
 Attn: Robert Bullock

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.

1. Article Addressed to:

Yates Petroleum Corporation
 105 South Fourth St.
 Artesia, NM 88210
 Attn: Robert Bullock

COMPLETE THIS SECTION ON DELIVERY

A. Received by (Please Print Clearly) | B. Date of Delivery

C. Signature
Johnny Donoghue
 Addressee

D. Is delivery address different from item 1? Yes
 If YES, enter delivery address below: **DONOGHUE**

3. Service Type

- Certified Mail
- Registered
- Insured Mail
- Express Mail
- Return Receipt for Merchandise
- C.O.D.

4. Restricted Delivery? (Extra Fee) Yes

2. Article Number (Copy from service label)

7004 2510 0002 4915 0031

PS Form 3811, July 1999

Domestic Return Receipt

102595-00-M-0952



August 29, 2005

VIA CERTIFIED US MAIL

Edward R. Hudson Trusts 1, 2 and 3
616 Texas Street
Fort Worth, TX 76102

Attn: Randall Hudson

**RE First Supplemental Drilling Opinion and
Joint Operating Agreement
Edge – Golden Lane “29” State #1
N/2 Section 29, T20S-R30E
Eddy County, New Mexico**

Ladies and Gentlemen:

Attached please find Jim Bruce's First Supplemental Drilling Opinion and a current AFE for the referenced well, both of which have been previously provided to you by email. Also enclosed herewith is Edge's proposed Joint Operating Agreement for the well and contract area, which will consist of the N/2 of Section 29, T20S-R30E. If you would like to participate for your interest, please sign the AFE and JOA, and return the AFE and a JOA signature page to me. I will forward each participating party a fully executed copy of the JOA as soon as available. If you would prefer to term assign or farmout your interest please give me a call as soon as possible so we can discuss, and hopefully consummate, a transaction as quickly as possible. As we have discussed over the past several weeks, in the event terms cannot be reached with any party, we are seeking a force pool order at OCD hearing on September 8. Thank you very much.

Yours Truly,

EDGE PETROLEUM EXPLORATION COMPANY

Jeff A. Sikora, CPL
Senior Staff Landman
(713) 427-8843
jsikora@edgepet.com



August 29, 2005

VIA CERTIFIED US MAIL

Edward R. Hudson, Jr.
616 Texas Street
Fort Worth, TX 76102

Attn: Edward R. Hudson

**RE First Supplemental Drilling Opinion and
Joint Operating Agreement
Edge – Golden Lane “29” State #1
N/2 Section 29, T20S-R30E
Eddy County, New Mexico**

Ladies and Gentlemen:

Attached please find Jim Bruce's First Supplemental Drilling Opinion and a current AFE for the referenced well, both of which have been previously provided to you by email. Also enclosed herewith is Edge's proposed Joint Operating Agreement for the well and contract area, which will consist of the N/2 of Section 29, T20S-R30E. If you would like to participate for your interest, please sign the AFE and JOA, and return the AFE and a JOA signature page to me. I will forward each participating party a fully executed copy of the JOA as soon as available. If you would prefer to term assign or farmout your interest please give me a call as soon as possible so we can discuss, and hopefully consummate, a transaction as quickly as possible. As we have discussed over the past several weeks, in the event terms cannot be reached with any party, we are seeking a force pool order at OCD hearing on September 8. Thank you very much.

Yours Truly,

EDGE PETROLEUM EXPLORATION COMPANY

Jeff A. Sikora, CPL
Senior Staff Landman
(713) 427-8843
jsikora@edgepet.com



August 29, 2005

VIA CERTIFIED US MAIL

William A. Hudson II
616 Texas Street
Fort Worth, TX 76102

Attn: William A. Hudson

**RE First Supplemental Drilling Opinion and
Joint Operating Agreement
Edge – Golden Lane “29” State #1
N/2 Section 29, T20S-R30E
Eddy County, New Mexico**

Ladies and Gentlemen:

Attached please find Jim Bruce's First Supplemental Drilling Opinion and a current AFE for the referenced well, both of which have been previously provided to you by email. Also enclosed herewith is Edge's proposed Joint Operating Agreement for the well and contract area, which will consist of the N/2 of Section 29, T20S-R30E. If you would like to participate for your interest, please sign the AFE and JOA, and return the AFE and a JOA signature page to me. I will forward each participating party a fully executed copy of the JOA as soon as available. If you would prefer to term assign or farmout your interest please give me a call as soon as possible so we can discuss, and hopefully consummate, a transaction as quickly as possible. As we have discussed over the past several weeks, in the event terms cannot be reached with any party, we are seeking a force pool order at OCD hearing on September 8. Thank you very much.

Yours Truly,

EDGE PETROLEUM EXPLORATION COMPANY

Jeff A. Sikora, CPL
Senior Staff Landman
(713) 427-8843
jsikora@edgepet.com



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09/06/2005

Dear Customer:

The following is the proof of delivery you requested with the tracking number **791189638972**.

Delivery Information:

Status:	Delivered	Delivery location:	616 TEXAS
Signed for by:	S.BOX	Delivery date:	Sep 1, 2005 09:27
Service type:	Priority Envelope		

Shipping Information:

Tracking number:	791189638972	Ship date:	Aug 31, 2005
		Weight:	2.0 lbs.
Recipient:		Shipper:	
Randall Hudson		Jeff Sikora	
616 Texas Street		Edge Petroleum Corporation	
Fort Worth, TX 76102 US		1301 Travis St.	
		Suite 2000	
		Houston, TX 77002 US	
Reference		Golden Lane 29 State #1	

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August 31, 2005

VIA FACSIMILE FOLLOWED BY US MAIL

Yates Petroleum Corporation
105 South Fourth St
Artesia, New Mexico 88210

Attn: Robert Bullock

**RE Joint Operating Agreement
Edge – Golden Lane “29” State #1
N/2 Section 29, T20S-R30E
Eddy County, New Mexico**

Dear Robert:

Further to our conversations, enclosed please find the Joint Operating Agreement for the referenced well and N/2 of Section 29-20S-30E, Eddy County. The interest that Yates might claim is currently credited to Occidental per Jim Bruce's First Supplemental Drilling Opinion and is subject to the requirements therein. If Yates is claiming any interest in the contract area under the JOA, and is successful in defending such claim against Occidental, we will revise Exhibit "A" to the JOA. If Yates does not claim an interest we ask that you please sign a disclaimer as a matter of title curative as required by the opinion. Please give me a call to discuss at your earliest convenience. Thank you very much.

Yours Truly,

EDGE PETROLEUM EXPLORATION COMPANY

Jeff A. Sikora, CPL
Senior Staff Landman
(713) 427-8843
jsikora@edgepet.com



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Customer Support Trace
3875 Airways Boulevard
Module H, 4th Floor
Memphis, TN 38116

U.S. Mail: PO Box 727
Memphis, TN 38194-4643
Telephone: 901-369-3600

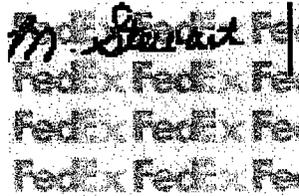
09/06/2005

Dear Customer:

The following is the proof of delivery you requested with the tracking number **790630355674**.

Delivery Information:

Status:	Delivered	Delivery location:	105 SOUTH 4TH STREET
Signed for by:	M.STEWART	Delivery date:	Sep 1, 2005 11:13
Service type:	Priority Envelope		



Shipping Information:

Tracking number:	790630355674	Ship date:	Aug 31, 2005
		Weight:	2.0 lbs.
Recipient:	Robert Bullock Yates Petroleum Corporation 105 South Fourth St. Artesia, NM 88210 US	Shipper:	Jeff Sikora Edge Petroleum Corporation 1301 Travis St. Suite 2000 Houston, TX 77002 US
Reference			Golden Lane 29 State #1

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August 29, 2005

VIA CERTIFIED US MAIL

M. Brad Bennett, Inc.
P O Box 51510
Midland, TX 79710-1510

Attn: M. Brad Bennett

**RE First Supplemental Drilling Opinion and
Joint Operating Agreement
Edge – Golden Lane “29” State #1
N/2 Section 29, T20S-R30E
Eddy County, New Mexico**

Ladies and Gentlemen:

Attached please find Jim Bruce's First Supplemental Drilling Opinion and a current AFE for the referenced well, both of which have been previously provided to you by email. Also enclosed herewith is Edge's proposed Joint Operating Agreement for the well and contract area, which will consist of the N/2 of Section 29, T20S-R30E. If you would like to participate for your interest, please sign the AFE and JOA, and return the AFE and a JOA signature page to me. I will forward each participating party a fully executed copy of the JOA as soon as available. If you would prefer to term assign or farmout your interest please give me a call as soon as possible so we can discuss, and hopefully consummate, a transaction as quickly as possible. As we have discussed over the past several weeks, in the event terms cannot be reached with any party, we are seeking a force pool order at OCD hearing on September 8. Thank you very much.

Yours Truly,

EDGE PETROLEUM EXPLORATION COMPANY

Jeff A. Sikora, CPL
Senior Staff Landman
(713) 427-8843
jsikora@edgepet.com



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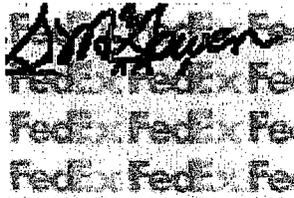
09/06/2005

Dear Customer:

The following is the proof of delivery you requested with the tracking number **790630241609**.

Delivery Information:

Status:	Delivered	Delivery location:	3300 N A ST 1 220
Signed for by:	S.MCGOWEN	Delivery date:	Sep 1, 2005 09:26
Service type:	Priority Envelope		



Shipping Information:

Tracking number:	790630241609	Ship date:	Aug 31, 2005
		Weight:	2.0 lbs.
Recipient:	M. Brad Bennett M. Brad Bennett, Inc. 3300 N. A Building 1, Suite 220 Midland, TX 79705 US	Shipper:	Jeff Sikora Edge Petroleum Corporation 1301 Travis St. Suite 2000 Houston, TX 77002 US
Reference			Golden Lane 29 State #1

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August 29, 2005

VIA CERTIFIED US MAIL

Ard Oil, Ltd.
Mary T. Ard Trustee
222 W. 4th Street, PH-5
Fort Worth, TX 76102

Attn: Mary T. Ard

**RE First Supplemental Drilling Opinion and
Joint Operating Agreement
Edge – Golden Lane “29” State #1
N/2 Section 29, T20S-R30E
Eddy County, New Mexico**

Ladies and Gentlemen:

Attached please find Jim Bruce's First Supplemental Drilling Opinion and a current AFE for the referenced well, both of which have been previously provided to you by email. Also enclosed herewith is Edge's proposed Joint Operating Agreement for the well and contract area, which will consist of the N/2 of Section 29, T20S-R30E. If you would like to participate for your interest, please sign the AFE and JOA, and return the AFE and a JOA signature page to me. I will forward each participating party a fully executed copy of the JOA as soon as available. If you would prefer to term assign or farmout your interest please give me a call as soon as possible so we can discuss, and hopefully consummate, a transaction as quickly as possible. As we have discussed over the past several weeks, in the event terms cannot be reached with any party, we are seeking a force pool order at OCD hearing on September 8. Thank you very much.

Yours Truly,

EDGE PETROLEUM EXPLORATION COMPANY

Jeff A. Sikora, CPL
Senior Staff Landman
(713) 427-8843
jsikora@edgepet.com



August 29, 2005

VIA CERTIFIED US MAIL

Ard Energy Group, Ltd.
Mary T. Ard Trustee
222 W. 4th Street, PH-5
Fort Worth, TX 76102

Attn: Mary T. Ard

**RE First Supplemental Drilling Opinion and
Joint Operating Agreement
Edge – Golden Lane “29” State #1
N/2 Section 29, T20S-R30E
Eddy County, New Mexico**

Ladies and Gentlemen:

Attached please find Jim Bruce's First Supplemental Drilling Opinion and a current AFE for the referenced well, both of which have been previously provided to you by email. Also enclosed herewith is Edge's proposed Joint Operating Agreement for the well and contract area, which will consist of the N/2 of Section 29, T20S-R30E. If you would like to participate for your interest, please sign the AFE and JOA, and return the AFE and a JOA signature page to me. I will forward each participating party a fully executed copy of the JOA as soon as available. If you would prefer to term assign or farmout your interest please give me a call as soon as possible so we can discuss, and hopefully consummate, a transaction as quickly as possible. As we have discussed over the past several weeks, in the event terms cannot be reached with any party, we are seeking a force pool order at OCD hearing on September 8. Thank you very much.

Yours Truly,

EDGE PETROLEUM EXPLORATION COMPANY

Jeff A. Sikora, CPL
Senior Staff Landman
(713) 427-8843
jsikora@edgepet.com



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Customer Support Trace
3875 Airways Boulevard
Module H, 4th Floor
Memphis, TN 38116

U.S. Mail: PO Box 727
Memphis, TN 38194-4643
Telephone: 901-369-3600

09/06/2005

Dear Customer:

The following is the proof of delivery you requested with the tracking number **790630194140**.

Delivery Information:

Status:	Delivered	Delivery location:	333 THROCKMORTON
Signed for by:	G.GEORGE	Delivery date:	Sep 1, 2005 10:29
Service type:	Priority Envelope		



Shipping Information:

Tracking number:	790630194140	Ship date:	Aug 31, 2005
		Weight:	2.0 lbs.
Recipient:		Shipper:	
Mary T. Ard		Jeff Sikora	
222 W. 4th Street, PH-5		Edge Petroleum Corporation	
Fort Worth, TX 76102 US		1301 Travis St.	
		Suite 2000	
		Houston, TX 77002 US	
Reference		Golden Lane 29 State #1	

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August 29, 2005

VIA CERTIFIED US MAIL

Delmar Hudson Lewis Living Trust
6300 Ridglea Place, Suite 1005-A
Fort Worth, TX 76116-5736

Attn: Lindy Hudson

**RE First Supplemental Drilling Opinion and
Joint Operating Agreement
Edge – Golden Lane “29” State #1
N/2 Section 29, T20S-R30E
Eddy County, New Mexico**

Ladies and Gentlemen:

Attached please find Jim Bruce's First Supplemental Drilling Opinion and a current AFE for the referenced well, both of which have been previously provided to you by email. Also enclosed herewith is Edge's proposed Joint Operating Agreement for the well and contract area, which will consist of the N/2 of Section 29, T20S-R30E. If you would like to participate for your interest, please sign the AFE and JOA, and return the AFE and a JOA signature page to me. I will forward each participating party a fully executed copy of the JOA as soon as available. If you would prefer to term assign or farmout your interest please give me a call as soon as possible so we can discuss, and hopefully consummate, a transaction as quickly as possible. As we have discussed over the past several weeks, in the event terms cannot be reached with any party, we are seeking a force pool order at OCD hearing on September 8. Thank you very much.

Yours Truly,

EDGE PETROLEUM EXPLORATION COMPANY

Jeff A. Sikora, CPL
Senior Staff Landman
(713) 427-8843
jsikora@edgepet.com



August 29, 2005

VIA CERTIFIED US MAIL

Francis Hill Hudson
FBO Lindy's Living Trust
6300 Ridglea Place, Suite 1005-A
Fort Worth, TX 76116-5736

Attn: Lindy Hudson

**RE First Supplemental Drilling Opinion and
Joint Operating Agreement
Edge – Golden Lane “29” State #1
N/2 Section 29, T20S-R30E
Eddy County, New Mexico.**

Ladies and Gentlemen:

Attached please find Jim Bruce's First Supplemental Drilling Opinion and a current AFE for the referenced well, both of which have been previously provided to you by email. Also enclosed herewith is Edge's proposed Joint Operating Agreement for the well and contract area, which will consist of the N/2 of Section 29, T20S-R30E. If you would like to participate for your interest, please sign the AFE and JOA, and return the AFE and a JOA signature page to me. I will forward each participating party a fully executed copy of the JOA as soon as available. If you would prefer to term assign or farmout your interest please give me a call as soon as possible so we can discuss, and hopefully consummate, a transaction as quickly as possible. As we have discussed over the past several weeks, in the event terms cannot be reached with any party, we are seeking a force pool order at OCD hearing on September 8. Thank you very much.

Yours Truly,

EDGE PETROLEUM EXPLORATION COMPANY

Jeff A. Sikora, CPL
Senior Staff Landman
(713) 427-8843
jsikora@edgepet.com



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 3875 Airways Boulevard
 Module H, 4th Floor
 Memphis, TN 38116

U.S. Mail: PO Box 727
 Memphis, TN 38194-4643
 Telephone: 901-369-3600

09/06/2005

Dear Customer:

The following is the proof of delivery you requested with the tracking number **790138747067**.

Delivery Information:

Status:	Delivered	Delivery location:	6300 RIDGLEA PLACE 1005 A
Signed for by:	T.STOUT	Delivery date:	Sep 1, 2005 10:00
Service type:	Priority Envelope		

Shipping Information:

Tracking number:	790138747067	Ship date:	Aug 31, 2005
		Weight:	2.0 lbs.
Recipient:		Shipper:	
Lindy Hudson		Jeff Sikora	
Delmar Hudson Lewis Living Trust		Edge Petroleum Corporation	
6300 Ridglea Place		1301 Travis St.	
Suite 1005-A		Suite 2000	
Fort Worth, TX 761165736 US		Houston, TX 77002 US	
Reference		Golden Lane 29 State #1	

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August 29, 2005

VIA CERTIFIED US MAIL

Moore & Moore Co., Ltd.
P O Box 3070
Galveston, TX 77552

Attn: Don Moore

**RE First Supplemental Drilling Opinion and
Joint Operating Agreement
Edge – Golden Lane “29” State #1
N/2 Section 29, T20S-R30E
Eddy County, New Mexico**

Ladies and Gentlemen:

Attached please find Jim Bruce's First Supplemental Drilling Opinion and a current AFE for the referenced well, both of which have been previously provided to you by email. Also enclosed herewith is Edge's proposed Joint Operating Agreement for the well and contract area, which will consist of the N/2 of Section 29, T20S-R30E. If you would like to participate for your interest, please sign the AFE and JOA, and return the AFE and a JOA signature page to me. I will forward each participating party a fully executed copy of the JOA as soon as available. If you would prefer to term assign or farmout your interest please give me a call as soon as possible so we can discuss, and hopefully consummate, a transaction as quickly as possible. As we have discussed over the past several weeks, in the event terms cannot be reached with any party, we are seeking a force pool order at OCD hearing on September 8. Thank you very much.

Yours Truly,

EDGE PETROLEUM EXPLORATION COMPANY

Jeff A. Sikora, CPL
Senior Staff Landman
(713) 427-8843
jsikora@edgepet.com

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7004 2510 0002 4915 0055
7004 2510 0002 4915 0055

Postage	\$	
Certified Fee		
Return Receipt Fee (Endorsement Required)		
Restricted Delivery Fee (Endorsement Required)		
Total P		

Sent To: **Moore & Shelton Co., Ltd**
 Street: **P O Box 3070**
 or PO B: **Galveston, TX 77552**
 City, St: **Attn: Don Moore**

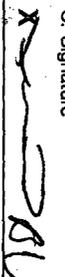
SENDER: COMPLETE THIS SECTION

- 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.

1. Article Addressed to:

Moore & Shelton Co., Ltd
P O Box 3070
Galveston, TX 77552
Attn: Don Moore

COMPLETE THIS SECTION ON DELIVERY

- A. Received by (Please Print Clearly) **Donald B. Moore** B. Date of Delivery **9/2/05**
- C. Signature 
- D. Is delivery address different from item 1? Yes No
 If YES, enter delivery address below: Agent Addressee

3. Service Type

- Certified Mail Express Mail
 Registered Return Receipt for Merchandise
 Insured Mail C.O.D.
 4. Restricted Delivery? (Extra Fee) Yes

2. Article Number (Copy from service label)

7004 2510 0002 4915 0055

PS Form 3811, July 1999

Domestic Return Receipt



August 29, 2005

VIA CERTIFIED US MAIL

Occidental Permian, Ltd.
P O Box 5020
Midland, TX 79710

Attn: Area Landman

**RE First Supplemental Drilling Opinion and
Joint Operating Agreement
Edge – Golden Lane “29” State #1
N/2 Section 29, T20S-R30E
Eddy County, New Mexico**

Ladies and Gentlemen:

Attached please find Jim Bruce's First Supplemental Drilling Opinion and a current AFE for the referenced well, both of which have been previously provided to you by email. Also enclosed herewith is Edge's proposed Joint Operating Agreement for the well and contract area, which will consist of the N/2 of Section 29, T20S-R30E. If you would like to participate for your interest, please sign the AFE and JOA, and return the AFE and a JOA signature page to me. I will forward each participating party a fully executed copy of the JOA as soon as available. If you would prefer to term assign or farmout your interest please give me a call as soon as possible so we can discuss, and hopefully consummate, a transaction as quickly as possible. As we have discussed over the past several weeks, in the event terms cannot be reached with any party, we are seeking a force pool order at OCD hearing on September 8. Thank you very much.

Yours Truly,

EDGE PETROLEUM EXPLORATION COMPANY

A handwritten signature in black ink, appearing to read 'Jeff A. Sikora', is written over the company name.

Jeff A. Sikora, CPL
Senior Staff Landman
(713) 427-8843
jsikora@edgepet.com



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Customer Support Trace
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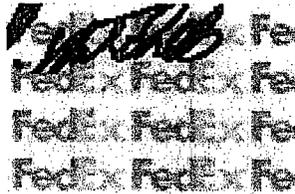
09/06/2005

Dear Customer:

The following is the proof of delivery you requested with the tracking number **790630150747**.

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Occidental Permian, Ltd		Edge Petroleum Corporation	
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Reference		Golden Lane 29 State #1	

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August 29, 2005

VIA CERTIFIED US MAIL

Providence Oil & Gas Corporation
7160 South College Ave.
Tulsa, OK 74136

Attn: Jack L. Kelly

**RE First Supplemental Drilling Opinion and
Joint Operating Agreement
Edge – Golden Lane “29” State #1
N/2 Section 29, T20S-R30E
Eddy County, New Mexico**

Ladies and Gentlemen:

Attached please find Jim Bruce's First Supplemental Drilling Opinion and a current AFE for the referenced well, both of which have been previously provided to you by email. Also enclosed herewith is Edge's proposed Joint Operating Agreement for the well and contract area, which will consist of the N/2 of Section 29, T20S-R30E. If you would like to participate for your interest, please sign the AFE and JOA, and return the AFE and a JOA signature page to me. I will forward each participating party a fully executed copy of the JOA as soon as available. If you would prefer to term assign or farmout your interest please give me a call as soon as possible so we can discuss, and hopefully consummate, a transaction as quickly as possible. As we have discussed over the past several weeks, in the event terms cannot be reached with any party, we are seeking a force pool order at OCD hearing on September 8. Thank you very much.

Yours Truly,

EDGE PETROLEUM EXPLORATION COMPANY

Jeff A. Sikora, CPL
Senior Staff Landman
(713) 427-8843
jsikora@edgepet.com



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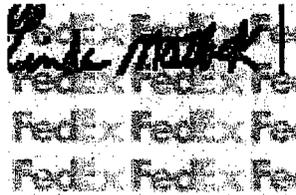
09/06/2005

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Providence Oil & Gas Corporation		Edge Petroleum Corporation	
7160 S. College Ave.		1301 Travis St.	
Tulsa, OK 74136 US		Suite 2000	
		Houston, TX 77002 US	
Reference		Golden Lane 29 State #1	

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