



Ken Gray  
Senior Advisor, Land

Devon Energy Corporation  
333 West Sheridan  
Oklahoma City, Oklahoma 73102-8260  
Office: (405) 552-4633  
Fax: (405) 552-8113  
Ken.gray@devn.com

June 13, 2012

CERTIFIED MAIL  
RETURN RECEIPT REQUESTED

To Working Interest Owners  
See Address List Attached

Re: Lonetree Draw 13 State Com #4H  
SHL – 150' FNL & 2390' FEL  
BHL – 330' FSL & 1980' FEL  
W/2 E/2 of Section 13-T21S-R27E  
Eddy County, New Mexico

Gentlemen:

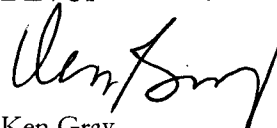
Devon Energy Production Company, L.P., ("Devon") as operator, proposes to drill the Lonetree Draw 13 State Com #4H, a horizontal Middle Brushy Canyon well. Devon intends to drill a pilot hole to an approximate vertical depth of 5560', plug back to a kickoff point of approximately 4555' and drill horizontally in the target formation to an approximate total measured depth of 9,500'.

Enclosed you will find Devon's AFE, in duplicate, reflecting our estimated cost of the procedure to be \$4,878,000. In the event you elect to participate in the proposed operation a Joint Operating Agreement will be forwarded for your review and execution. An election to participate should be accompanied by an executed AFE along with your well requirement sheet including email address and returned to the undersigned. In the event you elect not to participate, Devon would entertain negotiations for a mutually agreeable oil and gas lease with regard to any unleased mineral interest or a mutually agreeable farmout agreement with regard to leasehold owners.

For engineering questions please contact James Allbee, at 405-228-8698, geological questions please contact Raleigh Blumstein at 405-552-3359, land questions please contact the undersigned at 405-552-4633.

Yours very truly,

DEVON ENERGY PRODUCTION COMPANY, L.P.

  
Ken Gray  
Senior Advisor, Land

KG:lonetreedrawstatecom#4h.pro.  
Enclosures

Oil Conservation Division  
Case No. 3  
Exhibit No. 2

Lonetree Draw 13 State Com #4H  
Address List

Drill and Complete  
June 13, 2012

Unleased Mineral Owners

Nuevo Seis Limited Partnership  
P.O. Box 2588  
Roswell, NM 88202  
Certified Mail #7010-1060-000-0922-1289

George M. O'Brien  
P.O. Box 1743  
Midland, TX 79702  
Certified Mail #7010-1060-0000-0922-1296

Robert E. Scott  
316 Knobb Hill Drive  
Hamden, CT 06518  
Certified Mail #7010-1060-0000-0922-1302

Dr. Olaf Coleman  
Summerland Key  
Monroe County, FL 33042  
Certified Mail #7010-1060-0000-0922-1319

Greenwade Oil Ltd.  
P.O. Box 1675  
Roswell, NM 88202  
Certified Mail #7010-1060-0000-0922-1326

Leasehold Owners

Armstrong Energy Corporation  
P.O. Box 1973  
Roswell, NM 88202-1973  
Certified Mail #7010-1060-0000-0922-1333


  
**devon**

Devon Ener  
333 West St  
Oklahoma C

**CERTIFIED MAIL™**

7010 1060 0000 0922 1302



UNITED STATES POSTAGE  
  
FINEY BOWES  
02 1M  
0004222434 JUN 13 2012  
MAILED FROM ZIP CODE 73102  
**\$ 05.95<sup>0</sup>**

LN 6/16/12  
6-23  
7-3

JNC  
1599



RC.  
316 N.  
Hamden,

☐ MOVED, LEFT NO ADDRESS  
☐ ATTEMPTED - NOT KNOWN  
☐ UNCLAIMED  
☐ NO SUCH STREET  
☐ NO SUCH STREET  
☐ INSUFFICIENT ADDRESS  
☐ NOT DELIVERABLE AS  
ADDRESSED UNABLE TO FORWARD



RECEIVED

JUL 10 2012

MAILROOM

PLACE STICKER AT TOP OF ENVELOPE TO THE RIGHT  
OF THE RETURN ADDRESS FOLD AT DOTTED LINE

**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:

ROBERT E. SCOTT  
316 KNOBB HILL DRIVE  
HAMDEN, CT 06518

2. Article Number  
(Transfer from)

7010 1060 0000 0922 1302

**COMPLETE THIS SECTION ON DELIVERY**

A. Signature

X

☐ Agent

☐ Addressee

B. Received by (Printed Name)

C. Date of Delivery

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



Devon Energy Corp  
333 West Sheridan  
Oklahoma City, OK

**CERTIFIED MAIL™**



UNITED STATES POSTAGE  
EAGLE  
DISNEY BOWLES

\$ 05.95<sup>0</sup>

02 1M  
0004222434 JUN 13 2012  
MAILED FROM ZIP CODE 73102

7010 1060 0000 0922 131<sup>0</sup>

RECEIVED  
JUN 21 2012  
MAILROOM

OK  
DEC  
30.312

Dr. Olaf Coleman  
Summerland Key  
Monroe County, FL 33042

NIXIE

330 SE 1 00 06/16/12  
RETURN TO SENDER  
INSUFFICIENT ADDRESS  
UNABLE TO FORWARD

BC: 73102501599 \*0757-16329-13-39

3304222434 15



PLACE STICKER AT TOP OF ENVELOPE TO THE RIGHT  
OF THE RETURN ADDRESS. FOLD AT DOTTED LINE.

**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:

DR. OLAF COLEMAN  
SUMMERLAND KEY  
MONROE COUNTY, FL  
33042

2. Article Number  
(Transfer from)

7010 1060 0000 0922 1319

**COMPLETE THIS SECTION ON DELIVERY**

A. Signature

X

☐ Agent

☐ Addressee

B. Received by (Printed Name)

C. Date of Delivery

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

PS Form 3811, February 2004

Domestic Return Receipt

102595-02-M-1540

OFFICE  
(432) 684-7933

T. VERNE DWYER  
OIL & GAS INVESTMENTS  
508 WEST WALL, SUITE 403  
MIDLAND, TEXAS 79701

FAX  
(432) 684-4032

October 26, 2012

Mr. Joe Scott  
2681 Dixwell Ave  
Hamden, CT 06518

RE: SE/4 Section 13, Township 21 South, Range 27 East, Eddy County, New Mexico

Dear Mr. Scott,

Robert E. Scott and Rozella Scott of Roswell, New Mexico owned a 2.088% interest under the captioned tract. We have recently learned that Mr. and Mrs. Scott are deceased and are trying to locate the heirs of their Estates. If you have any heirship information on Robert E. Scott and Rozella Scott, please contact me at the number listed above at your earliest convenience.

Our client has drilling plans for this property and this interest is one of the last that is not leased. If we are unable to lease this interest, we will have to go through the forced pooling process, which will delay our drilling plans.

Very truly yours,

*Kailyn Lowe*  
Kailyn Lowe

**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:

MR. JOE SCOTT  
2681 DIXWELL AVE.  
HAMDEN, CT 06518

**COMPLETE THIS SECTION ON DELIVERY**

A. Signature

*Joe E. Scott*

- ☐ Agent  
☐ Addressee

B. Received by (Printed Name)

C. Date of Delivery

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

DEC - 5 2012  
06518

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)

7008 3230 0002 8320 3762

**Gray, Ken**

---

**From:** Kailyn Lowe <kailyn.lowe@yahoo.com>  
**Sent:** Monday, March 18, 2013 2:32 PM  
**To:** Gray, Ken  
**Subject:** Joe Scott  
**Attachments:** Joe Scott Letter.pdf

Ken,

Attached please find the letter sent to Joe Scott. I tried numerous times between October 25, 2012 and December 7, 2012 to contact him at 203-288-2864, leaving messages. About a month ago, I received a call back from that number from Joyce Scott telling me that I had the wrong address and phone number-she did not know a Joe Scott.

I will forward you the e-mail I sent to Jim regarding the Scotts.

Let me know if you need anything further.

Kailyn Lowe



Jim Ball  
Land Advisor  
Permian Business Unit, Mid-Continent Division  
**Devon Energy Corporation**  
333 West Sheridan  
Oklahoma City, OK 73102-5010  
405 552 3384 Direct  
405 552 1440 Fax

---

**From:** Kailyn Lowe [<mailto:kailyn.lowe@yahoo.com>]  
**Sent:** Thursday, October 25, 2012 12:42 PM  
**To:** Ball, Jim  
**Subject:** Re: Catclaw Draw-SE/4 Section 13, T21S, R27E, Eddy County

Jim,  
Glen said that he has sent letters and has tried to call, but none of the phone numbers he located were good numbers.

Here is what I found:

Robert E. Scott died in January 1986 in Roswell, NM. (could not locate probate/obituary)

His wife, Rozella died in March 1994 in Roswell, NM

The Fort Scott Tribune (Fort Scott, KS) listed a death notice for Rozella (Moody) Scott, wife of Robert E. Scott, naming Joe Scott as her only child, who was still living at her time of death. Her only surviving sister lived in Fort Scott and her only surviving brother lived in Tulsa, OK.

Searching for Joe Scott returned tons of results, as you can imagine. The most promising I found was a Joseph Scott/Joseph N. Scott, married to Joyce Scott listed as having lived in the following places: Albuquerque, NM, Rio Ranch, NM, Roswell, NM and Hamden, CT.

The best address I can come up with is for a Joyce Scott in Hamden, CT: 2681 Dixwell Ave., 06518

What would you like for me to do from here? Write them at that address? Offer to lease?

Kailyn

---

**From:** Glen Thomason <[glenwoodtt@gmail.com](mailto:glenwoodtt@gmail.com)>  
**To:** Kailyn Lowe <[kailyn.lowe@yahoo.com](mailto:kailyn.lowe@yahoo.com)>  
**Sent:** Wednesday, October 24, 2012 1:04 PM  
**Subject:** Re: Catclaw Draw-SE/4 Section 13, T21S, R27E, Eddy County

The Robert Scott interest was acquired from Dick Morrison of Carlsbad. Morrison appears to be a mineral trader.

GT

On Wed, Oct 24, 2012 at 12:57 PM, Glen Thomason <[glenwoodtt@gmail.com](mailto:glenwoodtt@gmail.com)> wrote:  
Came home for lunch. Dr. Olaf Coleman, received his interest from Robert E. Scott & wife Rozella via MD @ 251/602, 2-11-1982. Robert E. Scott acquired his interest via MD @ 196/400 2-8-1967. The address for in Hamden, CT is for Joe Scott, presumed to be an heir of Robert E. Scott, however, have not seen a probate for Robert. Hope this helps.

Glen T.

**Ball, Jim**

---

**From:** Talia Mills <taliamills@gmail.com>  
**Sent:** Wednesday, November 21, 2012 3:42 PM  
**To:** Ball, Jim  
**Subject:** Robert E. Scott and Rozella Scott

Jim, we do not have an address for Robert E. Scott and Rozella Scott. Kailyn and I have looked and all we have for sure is Chaves County. I will keep looking and get back to you if I find anything! Thanks, Talia

--

Talia Mills  
T. Verne Dwyer  
Oil & Gas Investments  
508 West Wall, Suite 403  
Midland, Tx 79701  
(432)-684-7933

**Ball, Jim**

---

**From:** Kailyn Lowe <kailyn.lowe@yahoo.com>  
**Sent:** Thursday, November 29, 2012 10:47 AM  
**To:** Ball, Jim  
**Subject:** addresses

Mr. Joe Scott  
2681 Dixwell Ave  
Hamden, CT 06518  
(203) 288-2864

Ms. Deanna Coleman Martin  
573 SE 129ST Road  
Clinton, MO 64735-9300

## Ball, Jim

---

**From:** Ball, Jim  
**Sent:** Monday, November 26, 2012 1:43 PM  
**To:** Kailyn Lowe (kailyn.lowe@yahoo.com)  
**Subject:** FW: Bill, A question you can help me with maybe...

Just FYI....

**Jim Ball**  
Land Advisor  
Permian Business Unit, Mid-Continent Division

**Devon Energy Corporation**  
333 West Sheridan  
Oklahoma City, OK 73102-5010  
405 552 3384 Direct  
405 552 1440 Fax

---

**From:** Ball, Jim  
**Sent:** Monday, November 26, 2012 1:41 PM  
**To:** 'bowen@dfn.com'  
**Subject:** Bill, A question you can help me with maybe...

Bill,

Because you know the neighborhood.....and believe you lived on 7<sup>th</sup> Street.

I am trying to find the heirs of Robert E. Scott and Rozella Scott. She died in 1994 (He died in 1986) and her death certificate shows her address was 706 N. Wyoming, Roswell, NM in 1994. I also know they lived in Roswell at least as far back as 1967. I do not remember her. I suspect that the house was east of the Stangbye's house and one block north...ish. Like near 7<sup>th</sup> and Wyoming. They had one son named Joe Scott/Joseph Scott/Joseph N. Scott, married to Joyce Scott listed as having lived in the following places: Albuquerque, NM, Rio Ranch, NM, Roswell, NM and most recently Hamden, CT.

Do you know the family or anyone that might know them well that I or you know? Also would any of the immediate neighbors still live in an adjacent or nearby house that you or I know so I could contact them? My broker has sent them many letters and there is no reply. Thanks Bill.

**Jim Ball**  
Land Advisor  
Permian Business Unit, Mid-Continent Division

**Devon Energy Corporation**  
333 West Sheridan  
Oklahoma City, OK 73102-5010  
405 552 3384 Direct  
405 552 1440 Fax

**Ball, Jim**

---

**From:** Ball, Jim  
**Sent:** Monday, November 26, 2012 12:22 PM  
**To:** 'r\_woerndle@sbcglobal.net'  
**Subject:** Re: Rozella Scott

Super. I grew up 6 blocks from there so maybe I can come up with someone that knew them.

---

**From:** Rudolph Woerndle [mailto:r\_woerndle@sbcglobal.net]  
**Sent:** Monday, November 26, 2012 12:19 PM  
**To:** Ball, Jim  
**Subject:** Rozella Scott

Jim, the Death Certificate for Rozella Scott shows her address was 706 N. Wyoming, Roswell, NM. Good luck !

Rudolph A. Woerndle, P. C.  
1004 N. Big Spring, Ste. 220  
Midland, Texas 79701  
432.570.1500  
432.570.1560 (fax)  
[r\\_woerndle@sbcglobal.net](mailto:r_woerndle@sbcglobal.net)

>>> Verne

>>>

>>>

>>> From: Gray, Ken [mailto:Ken.Gray@dvn.com]

>>> Sent: Wednesday, May 23, 2012 3:18 PM

>>> To: T. Verne Dwyer

>>> (tverne@sbcglobal.net<mailto:tverne@sbcglobal.net>)

>>> Subject: SE/4 Section 13-21S-27E

>>>

>>> Verne, you have been attempting to acquire leases under SE/4

>>> 13-21-27 with some degree of success. Can you give me an update of

>>> where we are on the remaining unleased interests. I might want to

>>> propose a well to

>> them.

>>>

>>> \_\_\_\_\_

>>>

>>> Confidentiality Warning: This message and any attachments are

>>> intended only for the use of the intended recipient(s), are

>>> confidential, and may be privileged. If you are not the intended

>>> recipient, you are hereby notified that any review, retransmission,

>>> conversion to hard copy, copying, circulation or other use of all or

>>> any portion of this message and any attachments is strictly

>>> prohibited. If you are not the intended recipient, please notify the

>>> sender immediately by return e-mail, and delete this message and any attachments from your system.

>>>

>>> <CATCLAW DRAW LEASE UPDATE.doc>

>>>

>>>

>>

>>

>>

>

>

>



## Gray, Ken

---

**From:** Glen Thomason <glenwoodtt@gmail.com>  
**Sent:** Wednesday, June 13, 2012 9:39 PM  
**To:** Gray, Ken  
**Cc:** T. Verne Dwyer  
**Subject:** Re: SE/4 Section 13-21S-27E

Ken,

I was never able to get an address for Dr. Olaf Coleman. I did not get a response from Robert Scott of Hamden, CT. Carl S. Schillinger, Nuevo Seis, Ltd and Greenwade Oil Ltd. are all pros and will make their decisions after they see your AFE.

I we can do anything to help, let us know.

Glen T

On Jun 13, 2012, at 2:28 PM, Gray, Ken wrote:

> Glen, I have made well proposals to the unleased mineral owners based on addresses on the oship report. Were there any of them that you were unable to locate when attempting to lease? If you have other sources, I would like to make every effort to find the best/last known address. Let me know if you come up with anything.

>

> -----Original Message-----

> From: Glen Thomason [mailto:glenwoodtt@gmail.com]

> Sent: Wednesday, June 13, 2012 1:28 PM

> To: Gray, Ken

> Cc: T. Verne Dwyer

> Subject: Re: SE/4 Section 13-21S-27E

>

> Ken

>

> They were the last know/best address at the time of the take-off. I would be happy to go over them and see if any updates are available.

>

> Glen T.

>

> On Jun 13, 2012, at 7:50 AM, Gray, Ken wrote:

>

>> Judy/Glen, are the addresses on your 1/20/12 ownership report covering SE/4 13-21-27 the last known/best address?

>>

>> -----Original Message-----

>> From: T. Verne Dwyer [mailto:tverne@sbcglobal.net]

>> Sent: Friday, June 08, 2012 8:21 AM

>> To: Gray, Ken

>> Cc: 'Glen Thomason'; 'Glen Thomason'

>> Subject: RE: SE/4 Section 13-21S-27E

>>

>> Ken,

>>

>> Please send us the terms that are to be offered to these owners.

>>

>> Thanks,

>>

>> Judy

>>

>>

>> -----Original Message-----

>> From: Gray, Ken [<mailto:Ken.Gray@divn.com>]

>> Sent: Wednesday, May 30, 2012 5:36 PM

>> To: T. Verne Dwyer

>> Subject: Re: SE/4 Section 13-21S-27E

>>

>> Judy, yes please send an offer to lease via certified mail and use all available resources to make sure we have made a good faith effort to find and/ or lease these owners.

>>

>> Sent from my iPhone

>>

>> On May 30, 2012, at 1:02 PM, "T. Verne Dwyer" <[tverne@sbcglobal.net](mailto:tverne@sbcglobal.net)> wrote:

>>

>>> Ken,

>>>

>>> Per the broker, the last known addresses for those parties are the

>>> ones shown on the take-off. Should we send certified letters to

>>> those

>>> addresses?

>>>

>>> Thanks,

>>>

>>> Judy

>>>

>>>

>>> -----Original Message-----

>>> From: Gray, Ken [<mailto:Ken.Gray@divn.com>]

>>> Sent: Tuesday, May 29, 2012 7:06 PM

>>> To: T. Verne Dwyer

>>> Subject: Re: SE/4 Section 13-21S-27E

>>>

>>> Thanks I will propose a well to all of the unleased owners, please

>>> send me last known address for the "lost" or unresponsive, also make

>>> sure we have a good paper trail of our efforts to lease

>>>

>>> Sent from my iPhone

>>>

>>> On May 29, 2012, at 3:03 PM, "T. Verne Dwyer"

>>> <[tverne@sbcglobal.net](mailto:tverne@sbcglobal.net)<<mailto:tverne@sbcglobal.net>>> wrote:

>>>

>>> Ken,

>>>

>>> Please see the leasing status report attached, and let me know if

>>> you have any questions.

>>>



## Gray, Ken

---

**From:** Kailyn Lowe <kailyn.lowe@yahoo.com>  
**Sent:** Monday, July 02, 2012 9:02 AM  
**To:** Gray, Ken  
**Cc:** T. Verne Dwyer  
**Subject:** Re: Dr. Olaf Coleman

On Ancestry.com, it shows that this particular Dr. Olaf Coleman died in 1990 in Jackson County, MO.

---

**From:** Kailyn Lowe <kailyn.lowe@yahoo.com>  
**To:** Ken Gray <Ken.Gray@dvn.com>  
**Cc:** T. Verne Dwyer <tverne@sbcglobal.net>  
**Sent:** Monday, July 2, 2012 8:52 AM  
**Subject:** Re: Dr. Olaf Coleman

Ken,

Based on the research I have done, it looks like Dr. Olaf Coleman may be deceased. I found the following Obituary online, but am unsure if this is the same Olaf Coleman as we are looking for:

**COLEMAN, Dolores Augustine JUDD**

**b: Aug 2 1913, Junction City, Madison Co, MO**

**d: May 22 2002, Clinton, Henry Co, MO**

**bur: Cremation**

**arr: Vansant-Mills Funeral Home**

Daily Democrat, Clinton MO, May 24 2002 - Dolores Augustine Coleman, 88, Clinton, died Wednesday, May 22, 2002, at Clinton Healthcare and Rehabilitation Center, Clinton. Memorial services will be Sunday, May 26, at St. Paul's Episcopal Church, Clinton. Cremation. She was born August 2, 1913, in Junction City, the daughter of Charles T. and Orien C. Miller Judd. She was a homemaker. She was married to Olaf Coleman, who preceded her in death. She is survived by her daughter, Deanna C. Martin, and husband, Robert Blanc of Clinton, and four grandchildren.

I also found a book, "The Daisy Chain" that references a Dr. Olaf Coleman as being a new surgeon in the midst of the Great Depression. The book also references his wife as being named "Dolores", so I am confident that the two Dr. Coleman's are the same person, but unsure that it is the Dr. Coleman we are looking for.

Please let me know if you would like me to do any more research on this matter.

Kailyn

---

**From:** Gray, Ken [mailto:Ken.Gray@dvn.com]  
**Sent:** Thursday, June 21, 2012 5:02 PM  
**To:** 'Glen Thomason' (glen298@suddenlink.net)  
**Cc:** T. Verne Dwyer (tverne@sbcglobal.net)  
**Subject:** Dr. Olaf Coleman

Glen, certified mail to Dr. Olaf Coleman at the address listed on the takeoff in SE/4 13-21-27 was returned as insufficient address. Can you research a little more for a better address? I'll try some of our resources here as well. thanks

---

**Confidentiality Warning:** This message and any attachments are intended only for the use of the intended recipient(s), are confidential, and may be privileged. If you are not the intended recipient, you are hereby notified that any review, retransmission, conversion to hard copy, copying, circulation or other use of all or any portion of this message and any attachments is strictly prohibited. If you are not the intended recipient, please notify the sender immediately by return e-mail, and delete this message and any attachments from your system.

## Gray, Ken

---

**From:** Kailyn Lowe <kailyn.lowe@yahoo.com>  
**Sent:** Thursday, October 25, 2012 1:30 PM  
**To:** Gray, Ken; Ball, Jim  
**Subject:** Re: Catclaw Draw-SE/4 Section 13, T21S, R27E, Eddy County

Thank you. I'll let you know as soon as we hear from them.

---

**From:** "Gray, Ken" <Ken.Gray@dvn.com>  
**To:** "Ball, Jim" <Jim.Ball@dvn.com>; Kailyn Lowe <kailyn.lowe@yahoo.com>  
**Sent:** Thursday, October 25, 2012 1:23 PM  
**Subject:** RE: Catclaw Draw-SE/4 Section 13, T21S, R27E, Eddy County

Kailyn, I think I would verify that we have the right people first, if so, let them know that a proposal will be mailed to them, or to expedite things via email. But we have paid \$1,000 per acre for a 3 year lease, ¼ royalty for others under the same tract.

---

**From:** Ball, Jim  
**Sent:** Thursday, October 25, 2012 12:50 PM  
**To:** Kailyn Lowe; Gray, Ken  
**Subject:** RE: Catclaw Draw-SE/4 Section 13, T21S, R27E, Eddy County

I would think that the tops would be the same as the others your office leased in the tract..... that is, I assume your office leased some of those....Ken, Did you give T Vern's office tops on this tract? If so please jump in with tops for this conversation... I would expect that she might have found the right folks so they need term guides.

**Jim Ball**  
Land Advisor  
Permian Business Unit, Mid-Continent Division  
**Devon Energy Corporation**  
333 West Sheridan  
Oklahoma City, OK 73102-5010  
405 552 3384 Direct  
405 552 1440 Fax

---

**From:** Kailyn Lowe [mailto:kailyn.lowe@yahoo.com]  
**Sent:** Thursday, October 25, 2012 12:46 PM  
**To:** Ball, Jim  
**Subject:** Re: Catclaw Draw-SE/4 Section 13, T21S, R27E, Eddy County

What terms do you want me to offer? Of do you want me to just make sure he is the one we are looking for first?

---

**From:** "Ball, Jim" <Jim.Ball@dvn.com>  
**To:** Kailyn Lowe <kailyn.lowe@yahoo.com>  
**Sent:** Thursday, October 25, 2012 12:44 PM  
**Subject:** RE: Catclaw Draw-SE/4 Section 13, T21S, R27E, Eddy County

Yes ...that sounds like a good lead. Good work. Thanks.

## Gray, Ken

---

**From:** Ball, Jim  
**Sent:** Wednesday, November 07, 2012 5:29 PM  
**To:** Kailyn Lowe  
**Cc:** Gray, Ken  
**Subject:** RE: Olaf Coleman/Deanna Martin

Offer her \$1,000.00 per net acre, 3 yr and 3/16<sup>th</sup>. Fed ex OGL and offer tomorrow or Friday at the latest. Thanks. Ask her for better contact info again. Phone #etc..... Ask for back up on what she says and/or estate work copies, wills etc. and/ or their whereabouts. Attorneys that handled the estate etc. Thanks.

Jim Ball  
Land Advisor  
Permian Business Unit, Mid-Continent Division

Devon Energy Corporation  
333 West Sheridan  
Oklahoma City, OK 73102-5010  
405 552 3384 Direct  
405 552 1440 Fax

---

**From:** Kailyn Lowe [<mailto:kailyn.lowe@yahoo.com>]  
**Sent:** Wednesday, November 07, 2012 3:14 PM  
**To:** Ball, Jim  
**Subject:** Olaf Coleman/Deanna Martin

Jim,

I got a note back from Deanna Martin that reads:

My father, Olaf Coleman, is deceased. His heir, my mother, Delores Coleman, is also deceased. As her only heir, I will be pleased to discuss the lease with you.

It is simply signed Deanna Coleman Martin, with no phone number enclosed. I'll have to send her another letter with our offer, but thought I would send the lease with it to expedite. I could send via fedex if you'd like.

Let me know what you would like for me to offer. I feel like since the correspondence is slow, we probably need to start out with your best offer.

I'll get started as soon as I hear from you.

Thanks,  
Kailyn



Jim Ball  
Land Advisor

Devon Energy Corporation  
20 North Broadway  
Oklahoma City, Oklahoma 73102-8260  
(405) 552-3384  
(405) 552-8113 FAX

December 4, 2012

VIA CERTIFIED MAIL

To All Working Interest Owners  
(See Attached List)

Re: Lone Tree Draw 13 State Com 4H  
Horizontal Middle Brushy Canyon (Delaware) with 3<sup>rd</sup> Bone Spring Lime Pilot test  
Project Area: W/2E/2 of Section 13, T21S-R27E, NMPM  
Eddy County, New Mexico

Ladies and Gentlemen:

Devon Energy Production Company, L.P. ("Devon") hereby proposes the drilling of the Lone Tree Draw 13 State Com 4H to an approximate measured depth of 9805' in order to test the Middle Brushy Canyon formation and any other potentially productive zones. The proposal also includes a pilot hole test in the Third Bone Spring Lime formation to an estimated depth of 7950'. The surface location is located at approximately 150' FNL & 2390' FEL of Section 13, T21S-R27E with a bottom hole location of approximately 330' FSL & 1980' FEL of Section 13, T21S-R27E. The well unit will encompass the W/2E/2 of Section 13, T21S-R27E.

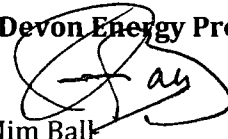
Enclosed for your review are two (2) copies of Devon's Authority for Expenditure ("AFE") reflecting a cost estimate of \$4,878,000.00 for a completed well. Should you desire to participate in the drilling of the Lone Tree Draw 13 State Com 4H well, please return your well information sheet and one fully executed AFE, as well as one fully executed copy of this letter to the undersigned at your earliest possible convenience. Also, it is imperative that you provide your e-mail address, phone and fax numbers below in order to receive well information in a timely manner. Devon's AAPL Model form Joint Operating Agreement will be mailed to you within the next few days.

Devon would be interested in purchasing additional interest in the project area, as well as in the immediate area. In the event you elect not to participate in this proposal please contact the undersigned at your earliest convenience.

Your prompt response would be appreciated. Should you have any technical questions please contact Jim Cromer at (405) 228-4464 or non-technical questions please contact the undersigned at (405) 552-3384.

Very truly yours,

**Devon Energy Production Company, L.P.**

  
Jim Ball  
Land Advisor

\_\_\_ I/We hereby elect to participate in the drilling of the Lone Tree Draw 13 State Com 4H well.

\_\_\_ I/We hereby elect NOT to participate in the drilling of the Lone Tree Draw 13 State Com 4H well.

Company: \_\_\_\_\_

By: \_\_\_\_\_ Phone: \_\_\_\_\_ Fax: \_\_\_\_\_

Date: \_\_\_\_\_ E-mail: \_\_\_\_\_

Lone Tree Draw 13 St Com 4H  
Address List

Well Proposal  
December 4, 2012

Mr. Joe Scott  
2681 Dixwell Avenue  
Hamden, CT 06518  
Certified Mail 91-7199-9991-7030-7543-2324

Ms. Deanna Coleman Martin  
573 SE 129 St Road  
Clinton, MO 64735-9300  
Certified Mail 91-7199-9991-7030-7543-2331

Nuevo Seis Limited Partnership  
P. O. Box 2588  
Roswell, NM 88202-2588  
Certified Mail 91-7199-9991-7030-7543-2348

Morris E. Schertz and Holly K. Schertz  
P. O. Box 2588  
Roswell, NM 88202-2588  
Certified Mail 91-7199-9991-7030-7543-2355



Ken Gray  
Senior Advisor, Land

Devon Energy Corporation  
333 West Sheridan  
Oklahoma City, Oklahoma 73102-8260  
Office: (405) 552-4633  
Fax: (405) 552-8113  
Ken.gray@dev.com

February 25, 2013

CERTIFIED MAIL  
RETURN RECEIPT REQUESTED

To Working Interest Owners  
See Address List Attached

Re: Lonetree Draw 13 State Com #5H  
SHL – 150' FNL & 990' FEL  
BHL – 330' FSL & 800' FEL  
E/2 E/2 of Section 13-T21S-R27E  
Eddy County, New Mexico

Gentlemen:

Devon Energy Production Company, L.P., ("Devon") as operator, proposes to drill the Lonetree Draw 13 State Com #5H, a horizontal Middle Brushy Canyon well. Devon intends to drill a pilot hole to an approximate vertical depth of 5560', plug back to a kickoff point of approximately 4555' and drill horizontally in the target formation to an approximate total measured depth of 9,500'.

Enclosed you will find Devon's AFE, in duplicate, reflecting our estimated cost of the procedure to be \$4,878,000. In the event you elect to participate in the proposed operation a Joint Operating Agreement will be forwarded for your review and execution. An election to participate should be accompanied by an executed AFE along with your well requirement sheet including email address and returned to the undersigned. In the event you elect not to participate, Devon would entertain negotiations for a mutually agreeable oil and gas lease with regard to any unleased mineral interest or a mutually agreeable farmout agreement with regard to leasehold owners.

For engineering questions please contact Jim Cromer, at 405-228-4464, geological questions please contact Raleigh Blumstein at 405-552-3359, land questions please contact the undersigned at 405-552-4633.

Yours very truly,

DEVON ENERGY PRODUCTION COMPANY, L.P.

Ken Gray  
Senior Advisor, Land

KG:lonetreedrawstatecom#5h.pro.  
Enclosures



Lonetree Draw 13 State Com #5H  
Address List

Drill and Complete  
February 25, 2012

Unleased Mineral Owners

Robert E. Scott  
316 Knobb Hill Drive  
Hamden, CT 06518  
Certified Mail # 7010-1060-0000-0923-4036

Joe Scott  
2681 Dixwell Avenue  
Hamden, CT 06518  
Certified Mail # 7010-1060-0000-0923-4043