

Summary of Communications
Owl Draw "27/22" W2NC Federal Com No. 2H

Corexcal

- 1) Unable to find valid address.
- 2) Last seen in the chain of title in 1972.
- 3) I tried to find a lead by talking with the other mineral owners, internet searches, county searches and secretary of the state searches. Did not turn up any leads.

Petrorep Inc.

- 1) Unable to find valid address.
- 2) Last seen in the chain of title in 1972.
- 3) I tried to find a lead by talking with the other mineral owners, internet searches, county searches and secretary of the state searches. Did not turn up any leads.

Blair Seaton Crooke

- 1) Mailed well proposal letter with AFE via certified mail dated July 26, 2016.
- 2) Received green card signed by Pat Griego.
- 3) Multiple communications via phone and/or emails with Mr. Crooke and/or his attorney, Mr. Scott Morgan with Cavin & Ingram, PC.



MEWBOURNE OIL COMPANY

500 West Texas, Suite 1020
Midland, Texas 79701
Phone (432) 682-3715
Fax (432) 685-4170

July 26, 2016

Via Certified Mail; and
Via Email

Mr. Blair Seaton Crooke
c/o Mr. Scott S. Morgan
CAVIN & INGRAM, PC
P. O. Box 1216
Albuquerque, NM 87103

Re: Case No. D-503-PB-2012-36-LBR; *In the Matter of the Last Will and Testament of Marie G. Welch, Deceased; Premier Oil & Gas, Inc. v. Mewbourne Oil Company, et al.*; in the Fifth Judicial District Court of Eddy County, New Mexico.

Dear Mr. Crooke:

As you are aware, you are a party to the above-referenced lawsuit. This litigation addresses disputed mineral ownership claims to portions of the minerals located in the following described lands:

Township 26 South, Range 27 East, NMPM,
Section 22: SE/4SE/4, SE/4SW/4, SW/4SE/4, SE/4NE/4, N/2SE/4;
Section 23: NW/4SW/4, SW/4NW/4;
Section 27: W/2NW/4, NE/4NW/4, N/2NE/4; and
Section 28: SE/4NE/4, NE/4SE/4;
Eddy County, New Mexico.

On June 20 and June 21, 2016, Mewbourne Oil Company ("Mewbourne") mailed separate well proposals for the following wells located on the described lands:

MOC Property Number	Well Name	API NUMBER
62179000	OWL DRAW 22 W1AP FED COM #1H	30-015-42475

MOC Property Number	Well Name	API NUMBER
52972000	OWL DRAW 22/27 B2AP FED COM #1H	30-015-41430
52970000	OWL DRAW 23 DM FED COM #1H	30-015-41448
62059000	OWL DRAW 23 DM FED COM #2H	30-015-41629
52971000	OWL DRAW 22/27 B2BO FED COM #2H	30-015-42829
62349000	OWL DRAW 27/22 B2MD FED COM #1H	30-015-43331
62084000	OWL DRAW 27/22 W2NC FED COM #2H	30-015-43684

The original deadline to respond to these well proposals was Friday, July 29, 2016. Mewbourne has extended the deadline to respond to **Thursday, September 1, 2016.**

For the wells located in Sections 22 and 27, T26S, R27E, Eddy County, New Mexico, Mewbourne calculated the contingent mineral interests on Exhibit "A" to the well proposals based on participation in a working interest unit covering both sections. Mewbourne believes that all parties benefit from the two (2) section working interest unit because the contingent mineral interests are spread evenly for wells drilled in both sections.

Should Mewbourne move forward with its compulsory pooling action in the New Mexico Oil Conservation Division, Mewbourne will apply for pooling on a wellbore basis based on the corresponding spacing and proration units. This has been and remains Mewbourne's intent if compulsory pooling is required. The overall well pricing in the Authorization for Expenditure, the well location, and the additional well proposal information will remain the same.

However, the calculated contingent interests and contingent amounts owed will change based on the unevenly spread contingent interests in dispute in Sections 22 and 27. If you would like to see the updated contingent mineral interest and contingent amount owed, please provide a written request for the information to the following:

Mewbourne Oil Company
Attn: Corey Mitchell
500 West Texas Ave., Suite 1020
Midland, TX 79701-4279
cmitchell@mewbourne.com

Again, these changes relate to the contingent mineral interest in dispute and not the well proposal information. The June 20 and June 21 well proposals remain valid to provide requisite notice of the wells drilled by Mewbourne in the area.

Thank you for your attention to this matter. Due to the ongoing litigation, if you should have further questions or concerns, please send the questions to your attorney of record for distribution to the attorneys for Mewbourne Oil Company.

Sincerely,

Mewbourne Oil Company



Corey Mitchell, Landman

SENDER: COMPLETE THIS SECTION

- Complete items 1, 2, and 3.
- 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. Blair Seaton Crooke
c/o Mr. Scott S. Morgan
CAVIN & INGRAM, PC
P. O. Box 1216
Albuquerque, NM 87103**

9590 9402 1739 6074 0117 51

2. Article Number (Transfer from service label)

7011 1570 0001 8343 9273

COMPLETE THIS SECTION ON DELIVERY

A. Signature

X

B. Received by (Printed Name)

Kat Griebel

C. Date of Delivery

8-2-16

- Agent
- Addressee

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

3. Service Type

- Adult Signature
- Adult Signature Restricted Delivery
- Certified Mail®
- Certified Mail Restricted Delivery
- Collect on Delivery
- Collect on Delivery Restricted Delivery
- Insured Mail
- Insured Mail Restricted Delivery (over \$500)
- Priority Mail Express®
- Registered Mail™
- Registered Mail Restricted Delivery
- Return Receipt for Merchandise
- Signature Confirmation™
- Signature Confirmation Restricted Delivery

PS Form 3811, July 2015 PSN 7530-02-000-9053

Domestic Return Receipt