Summary of Communications Case No. 14434 Wyatt Draw "18" F No. 1 Well SE/4 NW/4, Section 18, T19S, R26E Eddy County, New Mexico

Party: EHW L.L.C.

7.2917%

<u>Contact:</u> Charlene Ward, Manager **<u>Phone Number:</u>** (575)-746-2796

- 1. 10-8-08: Called Charlene Ward and offered to lease land.
- 2. 10-9-08: Sent lease and letter to Charlene Ward.
- 3. 10-13-08: Follow up call to Charlene Ward. No positive response.
- 4. 10-14-08: Sent new lease and letter to Charlene Ward.
- 5. 11-5-08: Follow up call to Charlene Ward. No positive response and she hung up the phone.
- 6. 2-12-09: Follow up call to Charlene Ward. Still no positive response and she hung up the phone.
- 7. 3-23-09: Left Charlene Ward a message.
- 8. 3-25-09: Follow up call from Charlene Ward. Told me she was not interested.
- 9. 12-29-09: Follow up call to Charlene Ward. She told me if we had to force pool the interest that was fine but she was not going to sign a lease. She also told me not to bother her anymore.
- 10. 1-26-10: Sent letter proposing North Wyatt Draw Working Interest Unit
- 11. 1-28-10: Sent letter proposing Wyatt Draw 18 "F" No. 1 Well.

10-8-08: Called Charlene Ward and offered to lease land.

10-13-08: Follow up call to Charlene Ward. No positive response. KC

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500 W. TEXAS, SUITE 1020 MIDLAND, TEXAS 79701

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

January 26, 2010

EHW, L.L.C. 101 South Fourth Street Artesia, New Mexico 88210 Attn: Charlene M. Ward

Re: North Wyatt Draw WI Unit

T19S, R26E

Section 17: All Section 18: All Section 19: N/2N/2

Section 20: N/2NW/4 Eddy County, New Mexico

Dear Ms. Ward:

Mewbourne Oil Company ("Mewbourne") as Operator proposes to form the captioned working interest unit ("WIU") to comprise the captioned land containing 1520.32 acres, more or less covering depths from the surface to the top of the Bone Spring Lime. The primary target formation for the proposed unit is the Yeso formation. The initial unit well will be drilled at a standard location in the NE/4SW/4 (Unit K) of the captioned Section 17 which well will be drilled to a depth sufficient to adequately evaluate the Yeso formation, estimated total depth being approximately 3,500 feet subsurface. Enclosed for Devon's signature is our AFE dated December 17, 2009 regarding Devon's unit ownership interest.

According to public records, EHW, L.L.C. owns a 7.291667% unleased mineral interest of 80 net acres in the N/2 of the captioned Section 18 which corresponds to approximately a 0.383692% unit working interest.

In the event you elect not to participate in the proposed WIU, Mewbourne offers to purchase a three (3) year paid up Oil and Gas Lease on the basis of \$250 per net acre providing a 3/16th royalty interest. At the end of the primary term, Mewbourne would be agreeable to 180 day continuous development whereby Mewbourne would release rights 100 feet below the total depth drilled on the leased premises and all proration units not dedicated to production upon cessation of the continuous development period.

EHW, L.L.C. North Wyatt Draw WI Unit January 26, 2010 Page -2-

Should you elect to participate in the proposed WIU, please acknowledge same by the ent

signing and returning the copy of this letter to me at your earliest convenience with signed AFE. Upon receipt of same, I'll forward you our proposed Operating Agreem for signature. Please call should you have any questions regarding the above.
Sincerely yours,
MEWBOURNE OIL COMPANY Aud Told Told Told Told Told Told Told Tol
DPH/gb
The undersigned elects to participate in the above proposed working interest unit.
EHW, L.L.C.
By: Date signed:

500 W. TEXAS, SUITE 1020 MIDLAND, TEXAS 79701

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

October 14, 2008

EHW L.L.C. Attn: Mrs. Charlene M. Ward 101 South 4th Street Artesia, NM 88210

Re: E/2 NW/4 of Section 18, Township 19-S, Range 26-E, the SE/4 of Section 19, Township 19-S, Range 26-E, and the NW/4 SW/4, and the E/2 S/2 N/2 NW/4 SE/4 of Section 20, Township 19-S, Range 26-E.

Totaling: 20.83334 net mineral acres out of 285.0 gross acres in Eddy County, New Mexico.

Dear Charlene:

Enclosed please find the Original and Copy of the Oil & Gas Lease covering your undivided mineral interest in the above captioned land. I have also included a W-9 Tax Form that you will need to send back with the signed lease. You need to write your on the W-9 Form and sign it. Once I have received the lease back I will send a check in the amount of \$4,166.67. This amount represents the \$200.00 per acre bonus that you and I agreed to.

To process the document:

- 1. You should execute the Original lease in the presence of a Notary Public.
- 2. Mail the executed lease and W-9 Tax Form back to me.
- 3. The copy of the oil and gas lease is for your records.

Should you have any questions, please call me at 432-682-3715. Thank you again for your time.

Sincerely,

Mewbourne Oil Company

Kevin Cartwright

Landman

500 W. TEXAS, SUITE 1020 MIDLAND, TEXAS 79701

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

October 9, 2008

EHW L.L.C.

Attn: Mrs. Charlene M. Ward

101 South 4th Street Artesia, NM 88210

Re: E/2 NW/4 of Section 18, Township 19-S, Range 26-E, and the NW/4 SW/4, and the E/2 S/2 N/2 NW/4 SE/4 of Section 20, Township 19-S, Range 26-E.

Totaling: 10.83334 net mineral acres out of 125.0 gross acres in Eddy County, New Mexico.

Dear Charlene:

Enclosed please find the Original and Copy of the Oil & Gas Lease covering your undivided mineral interest in the above captioned land. I have also included a W-9 Tax Form that you will need to send back with the signed lease. You need to write your on the W-9 Form and sign it. Once I have received the lease back I will send a check in the amount of \$2,166.67. This amount represents the \$200.00 per acre bonus that you and I agreed to.

To process the document:

- 1. You should execute the Original lease in the presence of a Notary Public.
- 2. Mail the executed lease and W-9 Tax Form back to me.
- 3. The copy of the oil and gas lease is for your records.

Should you have any questions, please call me at 432-682-3715. Thank you again for your time.

Sincerely,

Mewbourne Oil Company

Kevin Cartwright

Landman

500 W. TEXAS, SUITE 1020 MIDLAND, TEXAS 79701

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

January 28, 2010

EHW L.L.C. 101 South 4th Street Artesia, NM 88210 Attn: Mrs. Charlene M. Ward

Re:

Wyatt Draw North "18" F #1 1,650' FNL & 1,650' FWL Section 18, T19S, R26E Eddy County, New Mexico

Dear Ms. Ward:

Mewbourne Oil Company (Mewbourne) as Operator proposes to drill the captioned well at the referenced location to a depth sufficient to evaluate the Yeso formation, estimated total depth being 3,500' beneath the surface. The SE/4 NW/4 (Unit F) of the captioned Section 18 will be dedicated to the well.

Regarding the captioned proposed well, please find two copies of our AFE dated January 26, 2010. Should EHW, L.L.C. elect to participate in the captioned proposed well, please return a signed copy of the enclosed AFE within 30 days. Upon receipt of the signed AFE, we will forward you our Operating Agreement for execution.

In the event EHW L.L.C. elects not to participate in the captioned well, Mewbourne hereby offers to lease EHW L.L.C.'s mineral interest in the land described above on the basis of \$250 per net acre, providing a 3/16 royalty for a three (3) year term. Based on our most current title information, EHW L.L.C. appears to own an undivided 7.291667% mineral interest in the SE/4 NW/4 of the captioned Section 18, being 2.91667 net mineral acres in the captioned lands.

The above offer is subject to EHW L.L.C.'s immediate acceptance and Mewbourne's approval of EHW L.L.C.'s title, a mutually acceptable lease form and such offer shall remain in effect for 30 days from the date of this letter after which it may be withdrawn by Mewbourne without notice.

If you have any questions concerning this offer please feel free to call me at 432-682-3715 or email me at kcartwright@mewbourne.com. Thank you for your time and I look forward to hearing from you.

Sincerely,

Mewbourne Oil Company

Kevin Cartwright

Landman