ENRONOil & Gas Company

P. O. Box 2267 Midland, Texas 79702 (745) 686-3600

November 10, 1995

CERTIFIED MAIL - RETURN RECEIPT

Kaiser-Francis Oil Company P. O. Box 21468 Tulsa, Oklahoma 74121-1468 Attention: Wayne Fields

RE:

Bell Lake Unit 7 No. 1 Well

2200' FNL & 1980' FEL Section 7,

E/2 Section 7 Proration Unit

Township 24 South, Range 34 East

Lea County, New Mexico EOG's Mize Prospect

Gentlemen:

Enron Oil & Gas Company (Enron) proposes to drill the Bell Lake Unit 7 No. 1 well as a 14,500' Morrow test at a location 2200' FNL and 1980' FEL of Section 7, T24S, R34E, Lea County, New Mexico. In this regard please find two (2) AFEs covering this test. Please execute and return one (1) copy should you elect to participate.

In the event Kaiser does not choose to participate, Enron would request a Farmout for the drilling of this well on Kaiser-Francis' interest covering all of Section 7. General terms would provide for delivering Enron a 75% NRI on the first test and a 180 day continuous development clause to drill the remaining tract, with Kaiser-Francis to retain a 75% NRI and 25% back in as to the subsequent well.

Enron looks forward to a favorable response to our proposal. Should there be any questions concerning this matter, please call me at (915) 686-3758.

Sincerely,

ENRON OIL & GAS COMPANY

Patrick J. Tower

Project Landman

PJT/ms enclosures

CC:

Rudy Mikulec - EOG Houston Ronnie Adams - EOG Houston

G. L. Thomas/R. L. Ingle/WDS/TJA/LISAWF

m:Vetters/pjt95/kaiserfr.miz

BEFORE THE OIL CONSERVATION DIVISION

Santa Fe, New Mexico

Case No. <u>11494</u> Exhibit No. <u>4</u>

Submitted by: Enron Oil & Gas Company

Hearing Date: March 21, 1996



ENRONOil & Gas Company

P. O. Box 2267

Midland, Texas 79702

(915) 686-3600

February 7, 1996

CERTIFIED MAIL - RETURN RECEIPT

Sid R. Bass Inc.
Keystone, Inc.
Perry R. Bass, Inc.
Lee M. Bass Inc.
Thru Line Inc.
c/o Bass Enterprises Production Co.
First City Bank Tower
201 Main Street
Fort Worth, Texas 76102-3105
Attention: J. Wayne Bailey

RE:

Bell Lake Unit 7 No. 1 Well

2200' FNL & 1980' FEL Section 7, E/2 Section 7 Proration Unit

Township 24 South, Range 34 East

Lea County, New Mexico EOG's Mize Prospect

Gentlemen:

Enron Oil & Gas Company (Enron) proposes to drill the Bell Lake Unit 7 No. 1 well as a 14,500' Morrow test at a location 2200' FNL and 1980' FEL of Section 7, T24S, R34E, Lea County, New Mexico. In this regard please find two (2) AFEs covering this test. Please execute and return one (1) copy should you elect to participate.

In the event Bass does not choose to participate, Enron would request a Farmout for the drilling of this well on Bass' interest covering all of Section 7. General terms would provide for delivering Enron a 75% NRI on the first test and a 180 day continuous development clause to drill the remaining tract, with Bass to retain a 75% NRI and 25% back in as to the subsequent well.

Enron looks forward to a favorable response to our proposal. Should there be any questions concerning this matter, please call me at (915) 686-3758.

Sincerely,

ENRON OIL & GAS COMPANY

Project Landman

PJT/ms enclosures

cc: Rudy Mikulec/Ronnie Adams-EOG Houston G. L. Thomas/R. L. IngleWDS/TJA/LISAWF

SENDER: • Complete items 1 and/or 2 for additional services.	l also wish to receive the
• Complete items 3, and 4e & b.	following services (for an 3
 Print your name and address on the reverse of this form return this card to you. 	fee):
• Attach this form to the front of the mailpiece, or on the does not permit.	back if space 1. Addressee's Address
Write "Return Receipt Requested" on the mailpiece below The Return Receipt will show to whom the article was deliven.	
6 delivered.	Consult postmaster for fee.
	4a. Article Number
3. Article Addressed to: Kaiser-Francis Oil Company P. O. Box 21468	Z 110 927 589
E P. 0. Box 21468	4b. Service Type
5 1. 0. DOX 21400	Registered Insured
111150 116 /41/151400	Certified COD
	Express Mail Return Receipt for Merchands R
00 74121 1400	7. Date of Delivery VOV 1 3 1994
5. Signature (Addressee)	8. Addressee's Address (Only if requested
	and fee is paid)
6. Signature (Agent) PS Form 3811, December 1991 *u.s. GPO: 199	

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loes not permit. Write "Return Receipt Requested" on the mailpiece below the arti- The Return Receipt will show to whom the article was delivered at lelivered.	
3. Article Addressed to:	4a. Article Number
BASS ENTERPRISES PRODUCTION CO.	P 329 296 311
First City Bank Tower	, io. coco . , po
201 Main Street	Registered Insured Certified COD
Fort Worth, TX 76102-3105	Express Mail Return Receipt for Merchandise
	Date of Delivery
5. Signature (Addressee)	8. Addressee's Address (Only if requested and fee is paid)
6. Signature (Agent)	

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