

**State of New Mexico 20-1 Well
Unit: E/2 of Sec. 20-20S-28E
Location: 990' FHL & 990' FEL
Sec. 20-20S-28E
EDDY COUNTY, NEW MEXICO**





InterCoast Oil and Gas Company
7130 South Lewis Avenue
Suite 700
Tulsa, Oklahoma 74136
918 488-8283 Telephone
918 488-8182 Fax

June 17, 1996

Kerr McGee Corp.
P. O. Box 25861
Oklahoma City, OK 73102

NEW MEXICO
OIL CONSERVATION DIVISION

RE: Farmout Request
E/2 Section 20-20S-28E
Eddy County, NM
IC's Angell Prospect

EXHIBIT 2A
CASE NO. 11666

Gentlemen:

InterCoast Oil and Gas Company (formerly named Medallion Production Company) is interested in the drilling of a well to be located in the NE/4 of Section 20-20S-28E, Eddy County, New Mexico. InterCoast proposes that the test well be drilled to a depth of approximately 11,250' in order to sufficiently test the Morrow Sand formation. Dry hole costs are estimated to be \$405,000, with total completed well costs estimated at \$697,000.

In connection with the test well, InterCoast proposes that Kerr McGee grant us a farmout under the following terms:

1. On or before 120 days following the execution date of a definitive agreement, InterCoast would commence or cause the commencement of an 11,250' Morrow Sand test at a location 990' FNL and 990' FEL of Section 20-20S-28E, Eddy County, New Mexico.
2. In the event the test well results in a well capable of producing in commercial quantities, InterCoast would earn an assignment of Kerr McGee's interest from the surface of the earth to the total depth drilled in the test well.
3. Kerr McGee would reserve in such assignment a 1/8th of 8/8ths overriding royalty interest which would absorb all burdens in excess of the usual 1/8th royalty, and would be proportionately reduced to the interest being assigned.

Kerr McGee Corp.
June 17, 1996
Page 2

Should you have any questions regarding this proposal,
please contact me at 491-4176.

Very truly yours,

A handwritten signature in cursive script, appearing to read "Rock A. Quinn".

Rock A. Quinn
Senior Landman

RAQ:rkw

angelpro



InterCoast Oil and Gas Company
7130 South Lewis Avenue
Suite 700
Tulsa, Oklahoma 74136
918 488-8283 Telephone
918 488-8182 Fax

June 17, 1996

Claremont Corp.
P. O. Box 549
Claremont, OK 74017

RE: Farmout Request
E/2 Section 20-20S-28E
Eddy County, NM
IC's Angell Prospect

Gentlemen:

InterCoast Oil and Gas Company (formerly named Medallion Production Company) is interested in the drilling of a well to be located in the NE/4 of Section 20-20S-28E, Eddy County, New Mexico. InterCoast proposes that the test well be drilled to a depth of approximately 11,250' in order to sufficiently test the Morrow Sand formation. Dry hole costs are estimated to be \$405,000, with total completed well costs estimated at \$697,000.

In connection with the test well, InterCoast proposes that Claremont grant us a farmout under the following terms:

1. On or before 120 days following the execution date of a definitive agreement, InterCoast would commence or cause the commencement of an 11,250' Morrow Sand test at a location 990' FNL and 990' FEL of Section 20-20S-28E, Eddy County, New Mexico.
2. In the event the test well results in a well capable of producing in commercial quantities, InterCoast would earn an assignment of Claremont's interest from the surface of the earth to the total depth drilled in the test well.
3. Claremont would reserve in such assignment a 1/8th of 8/8ths overriding royalty interest which would absorb all burdens in excess of the usual 1/8th royalty, and would be proportionately reduced to the interest being assigned.

Claremont Corp.

June 17, 1996

Page 2

Should you have any questions regarding this proposal,
please contact me at 491-4176.

Very truly yours,

A handwritten signature in cursive script, appearing to read "Rock A. Quinn".

Rock A. Quinn
Senior Landman

RAQ:rkw

angelpro



InterCoast Oil and Gas Company
7130 South Lewis Avenue
Suite 700
Tulsa, Oklahoma 74136
918 488-8283 Telephone
918 488-8182 Fax

June 17, 1996

Pennzoil Corp.
P. O. Box 2967
Houston, TX 77252

RE: Farmout Request
E/2 Section 20-20S-28E
Eddy County, NM
IC's Angell Prospect

Gentlemen:

InterCoast Oil and Gas Company (formerly named Medallion Production Company) is interested in the drilling of a well to be located in the NE/4 of Section 20-20S-28E, Eddy County, New Mexico. InterCoast proposes that the test well be drilled to a depth of approximately 11,250' in order to sufficiently test the Morrow Sand formation. Dry hole costs are estimated to be \$405,000, with total completed well costs estimated at \$697,000.

In connection with the test well, InterCoast proposes that Pennzoil grant us a farmout under the following terms:

1. On or before 120 days following the execution date of a definitive agreement, InterCoast would commence or cause the commencement of an 11,250' Morrow Sand test at a location 990' FNL and 990' FEL of Section 20-20S-28E, Eddy County, New Mexico.
2. In the event the test well results in a well capable of producing in commercial quantities, InterCoast would earn an assignment of Pennzoil's interest from the surface of the earth to the total depth drilled in the test well.
3. Pennzoil would reserve in such assignment a 1/8th of 8/8ths overriding royalty interest which would absorb all burdens in excess of the usual 1/8th royalty, and would be proportionately reduced to the interest being assigned.

Pennzoil Corp.
June 17, 1996
Page 2

Should you have any questions regarding this proposal,
please contact me at 491-4176.

Very truly yours,

A handwritten signature in cursive script, appearing to read "Rock A. Quinn".

Rock A. Quinn
Senior Landman

RAQ:rkw

angelpro



InterCoast Oil and Gas Company
7130 South Lewis Avenue
Suite 700
Tulsa, Oklahoma 74136
918 488-8283 Telephone
918 488-8182 Fax

August 26, 1996

Hayes Properties, Inc.
P. O. Box 3700
Midland, TX 79702

RE: Farmout Request
N/2 Section 20-20S-28E
Eddy County, NM
IC's Angell Prospect

NEW MEXICO
OIL CONSERVATION DIVISION

EXHIBIT 2B
CASE NO. 11666

Gentlemen:

InterCoast Oil and Gas Company (formerly named Medallion Production Company) is interested in the drilling of a well to be located in the NE/4 of Section 20-20S-28E, Eddy County, New Mexico. InterCoast proposes that the test well be drilled to a depth of approximately 11,250' in order to sufficiently test the Morrow Sand formation. Dry hole costs are estimated to be \$405,000, with total completed well costs estimated at \$697,000.

In connection with the test well, InterCoast proposes that you grant us a farmout of your 50% interest under the following terms:

1. On or before 120 days following the execution date of a definitive agreement, InterCoast would commence or cause the commencement of an 11,250' Morrow Sand test at a location 990' FNL and 990' FEL of Section 20-20S-28E, Eddy County, New Mexico.
2. In the event the test well results in a well capable of producing in commercial quantities, InterCoast would earn an assignment of your interest from the surface of the earth to the total depth drilled in the test well.
3. You would reserve in such assignment a 1/8th of 8/8ths overriding royalty interest which would absorb all burdens in excess of the usual 1/8th royalty, and would be proportionately reduced to the interest being assigned.

Hayes Property, Inc.
August 26, 1996
Page 2

Should you have any questions regarding this proposal,
please contact me at 491-4176.

Very truly yours,

A handwritten signature in cursive script that reads "Rock A. Quinn". The signature is written in dark ink and is positioned above the printed name.

Rock A. Quinn
Senior Landman

RAQ:rkw

hayespro



InterCoast Oil and Gas Company
7130 South Lewis Avenue
Suite 700
Tulsa, Oklahoma 74136
918 488-8283 Telephone
918 488-8182 Fax

August 30, 1996

Yates Petroleum Corp.
105 S. 4th St.
Artesia, NM 87196

RE: Farmout Request
Section 20-20S-28E
Eddy County, NM
IOGC's Angell Prospect

Gentlemen:

InterCoast Oil and Gas Company (formerly named Medallion Production Company) is interested in the drilling of a well to be located in the NE/4 of Section 20-20S-28E, Eddy County, New Mexico. InterCoast proposes that the test well be drilled to a depth of approximately 11,250' in order to sufficiently test the Morrow Sand formation. Dry hole costs are estimated to be \$405,000, with total completed well costs estimated at \$697,000.

In connection with the test well, InterCoast proposes that you grant us a farmout of your contractual ownership in that certain Stonewall Unit Operating Agreement dated 11/1/73 under the following terms:

1. On or before 120 days following the execution date of a definitive agreement, InterCoast would commence or cause the commencement of an 11,250' Morrow Sand test at a location 990' FNL and 990' FEL of Section 20-20S-28E, Eddy County, New Mexico.
2. In the event the test well results in a well capable of producing in commercial quantities, InterCoast would earn an assignment of your interest in the dedicated unit within Section 20 from the surface of the earth to the total depth drilled in the test well.
3. You would reserve in such assignment a 1/8th of 8/8ths overriding royalty interest which would absorb all burdens in excess of the usual 1/8th royalty, and would be proportionately reduced to the interest being assigned.

Yates Petroleum Corp.
August 30, 1996
Page 2

We would appreciate hearing your thoughts on this request at your earliest convenience. If you have any questions or would like to discuss this proposal, please contact me at 491-4176.

Very truly yours,

A handwritten signature in cursive script that reads "Rock A. Quinn".

Rock A. Quinn
Senior Landman

RAQ:rkw

2anglpro



InterCoast Oil and Gas Company
7130 South Lewis Avenue
Suite 700
Tulsa, Oklahoma 74136
918 488-8283 Telephone
918 488-8182 Fax

August 30, 1996

Unit Petroleum Corporation
7130 South Lewis
Tulsa, OK 74136

RE: Farmout Request
Section 20-20S-28E
Eddy County, NM
IOGC's Angell Prospect

NEW MEXICO
OIL CONSERVATION DIVISION
EXHIBIT 2C
CASE NO. 11666

Gentlemen:

InterCoast Oil and Gas Company (formerly named Medallion Production Company) is interested in the drilling of a well to be located in the NE/4 of Section 20-20S-28E, Eddy County, New Mexico. InterCoast proposes that the test well be drilled to a depth of approximately 11,250' in order to sufficiently test the Morrow Sand formation. Dry hole costs are estimated to be \$405,000, with total completed well costs estimated at \$697,000.

In connection with the test well, InterCoast proposes that you grant us a farmout of your contractual ownership in that certain Stonewall Unit Operating Agreement dated 11/1/73 under the following terms:

1. On or before 120 days following the execution date of a definitive agreement, InterCoast would commence or cause the commencement of an 11,250' Morrow Sand test at a location 990' FNL and 990' FEL of Section 20-20S-28E, Eddy County, New Mexico.
2. In the event the test well results in a well capable of producing in commercial quantities, InterCoast would earn an assignment of your interest in the dedicated unit within Section 20 from the surface of the earth to the total depth drilled in the test well.
3. You would reserve in such assignment a 1/8th of 8/8ths overriding royalty interest which would absorb all burdens in excess of the usual 1/8th royalty, and would be proportionately reduced to the interest being assigned.

Unit Petroleum Corporation
August 30, 1996
Page 2

We would appreciate hearing your thoughts on this request at your earliest convenience. If you have any questions or would like to discuss this proposal, please contact me at 491-4176.

Very truly yours,

A handwritten signature in cursive script, appearing to read "Rock A. Quinn".

Rock A. Quinn
Senior Landman

RAQ:rkw

2anglpro



InterCoast Oil and Gas Company
7130 South Lewis Avenue
Suite 700
Tulsa, Oklahoma 74136
918 488-8283 Telephone
918 488-8182 Fax

August 30, 1996

Sanford J. Hodge, III
4324 Honover
Dallas, TX 75225

RE: Farmout Request
Section 20-20S-28E
Eddy County, NM
IOGC's Angell Prospect

Dear Mr. Hodge:

InterCoast Oil and Gas Company (formerly named Medallion Production Company) is interested in the drilling of a well to be located in the NE/4 of Section 20-20S-28E, Eddy County, New Mexico. InterCoast proposes that the test well be drilled to a depth of approximately 11,250' in order to sufficiently test the Morrow Sand formation. Dry hole costs are estimated to be \$405,000, with total completed well costs estimated at \$697,000.

In connection with the test well, InterCoast proposes that you grant us a farmout of your contractual ownership in that certain Stonewall Unit Operating Agreement dated 11/1/73 under the following terms:

1. On or before 120 days following the execution date of a definitive agreement, InterCoast would commence or cause the commencement of an 11,250' Morrow Sand test at a location 990' FNL and 990' FEL of Section 20-20S-28E, Eddy County, New Mexico.
2. In the event the test well results in a well capable of producing in commercial quantities, InterCoast would earn an assignment of your interest in the dedicated unit within Section 20 from the surface of the earth to the total depth drilled in the test well.
3. You would reserve in such assignment a 1/8th of 8/8ths overriding royalty interest which would absorb all burdens in excess of the usual 1/8th royalty, and would be proportionately reduced to the interest being assigned.

Sanford J. Hodge, III
August 30, 1996
Page 2

We would appreciate hearing your thoughts on this request at your earliest convenience. If you have any questions or would like to discuss this proposal, please contact me at 491-4176.

Very truly yours,

A handwritten signature in cursive script, appearing to read "Rock A. Quinn".

Rock A. Quinn
Senior Landman

RAQ:rkw



InterCoast Oil and Gas Company
7130 South Lewis Avenue
Suite 700
Tulsa, Oklahoma 74136
918 488-8283 Telephone
918 488-8182 Fax

August 30, 1996

Space Building Corporation
250 Cape Highway, Route 44
East Taunton, MA 02713

RE: Farmout Request
Section 20-20S-28E
Eddy County, NM
IOGC's Angell Prospect

Gentlemen:

InterCoast Oil and Gas Company (formerly named Medallion Production Company) is interested in the drilling of a well to be located in the NE/4 of Section 20-20S-28E, Eddy County, New Mexico. InterCoast proposes that the test well be drilled to a depth of approximately 11,250' in order to sufficiently test the Morrow Sand formation. Dry hole costs are estimated to be \$405,000, with total completed well costs estimated at \$697,000.

In connection with the test well, InterCoast proposes that you grant us a farmout of your contractual ownership in that certain Stonewall Unit Operating Agreement dated 11/1/73 under the following terms:

1. On or before 120 days following the execution date of a definitive agreement, InterCoast would commence or cause the commencement of an 11,250' Morrow Sand test at a location 990' FNL and 990' FEL of Section 20-20S-28E, Eddy County, New Mexico.
2. In the event the test well results in a well capable of producing in commercial quantities, InterCoast would earn an assignment of your interest in the dedicated unit within Section 20 from the surface of the earth to the total depth drilled in the test well.
3. You would reserve in such assignment a 1/8th of 8/8ths overriding royalty interest which would absorb all burdens in excess of the usual 1/8th royalty, and would be proportionately reduced to the interest being assigned.

Space Building orporation
August 30, 1996
Page 2

We would appreciate hearing your thoughts on this request at your earliest convenience. If you have any questions or would like to discuss this proposal, please contact me at 491-4176.

Very truly yours,

A handwritten signature in cursive script that reads "Rock Quinn".

Rock A. Quinn
Senior Landman

RAQ:rkw

2anqipro



InterCoast Oil and Gas Company
7130 South Lewis Avenue
Suite 700
Tulsa, Oklahoma 74136
918 488-8283 Telephone
918 488-8182 Fax

August 30, 1996

Ernie Bello
3325 Ala Akulikuli
Honolulu, Hawaii 96818-2215

RE: Farmout Request
Section 20-20S-28E
Eddy County, NM
IOGC's Angell Prospect

Dear Mr. Bello:

InterCoast Oil and Gas Company (formerly named Medallion Production Company) is interested in the drilling of a well to be located in the NE/4 of Section 20-20S-28E, Eddy County, New Mexico. InterCoast proposes that the test well be drilled to a depth of approximately 11,250' in order to sufficiently test the Morrow Sand formation. Dry hole costs are estimated to be \$405,000, with total completed well costs estimated at \$697,000.

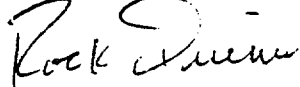
In connection with the test well, InterCoast proposes that you grant us a farmout of your contractual ownership in that certain Stonewall Unit Operating Agreement dated 11/1/73 under the following terms:

1. On or before 120 days following the execution date of a definitive agreement, InterCoast would commence or cause the commencement of an 11,250' Morrow Sand test at a location 990' FNL and 990' FEL of Section 20-20S-28E, Eddy County, New Mexico.
2. In the event the test well results in a well capable of producing in commercial quantities, InterCoast would earn an assignment of your interest in the dedicated unit within Section 20 from the surface of the earth to the total depth drilled in the test well.
3. You would reserve in such assignment a 1/8th of 8/8ths overriding royalty interest which would absorb all burdens in excess of the usual 1/8th royalty, and would be proportionately reduced to the interest being assigned.

Ernie Bello
August 30, 1996
Page 2

We would appreciate hearing your thoughts on this request at your earliest convenience. If you have any questions or would like to discuss this proposal, please contact me at 491-4176.

Very truly yours,

A handwritten signature in cursive script, appearing to read "Rock A. Quinn".

Rock A. Quinn
Senior Landman

RAQ:rkw

2anglpro



InterCoast Oil and Gas Company
7130 South Lewis Avenue
Suite 700
Tulsa, Oklahoma 74136
918 488-8283 Telephone
918 488-8182 Fax

August 30, 1996

Frederick Van Vranken
Cedar Swamp Road, Box 264
Jericho, NY 11753

RE: Farmout Request
Section 20-20S-28E
Eddy County, NM
IOGC's Angell Prospect

Dear Mr. Van Vranken:

InterCoast Oil and Gas Company (formerly named Medallion Production Company) is interested in the drilling of a well to be located in the NE/4 of Section 20-20S-28E, Eddy County, New Mexico. InterCoast proposes that the test well be drilled to a depth of approximately 11,250' in order to sufficiently test the Morrow Sand formation. Dry hole costs are estimated to be \$405,000, with total completed well costs estimated at \$697,000.

In connection with the test well, InterCoast proposes that you grant us a farmout of your contractual ownership in that certain Stonewall Unit Operating Agreement dated 11/1/73 under the following terms:

1. On or before 120 days following the execution date of a definitive agreement, InterCoast would commence or cause the commencement of an 11,250' Morrow Sand test at a location 990' FNL and 990' FEL of Section 20-20S-28E, Eddy County, New Mexico.
2. In the event the test well results in a well capable of producing in commercial quantities, InterCoast would earn an assignment of your interest in the dedicated unit within Section 20 from the surface of the earth to the total depth drilled in the test well.
3. You would reserve in such assignment a 1/8th of 8/8ths overriding royalty interest which would absorb all burdens in excess of the usual 1/8th royalty, and would be proportionately reduced to the interest being assigned.

Frederick Van Blanken
August 30, 1996
Page 2

We would appreciate hearing your thoughts on this request at your earliest convenience. If you have any questions or would like to discuss this proposal, please contact me at 491-4176.

Very truly yours,

A handwritten signature in cursive script, appearing to read "Rock A. Quinn".

Rock A. Quinn
Senior Landman

RAQ:rkw

2anglpro



InterCoast Oil and Gas Company
7130 South Lewis Avenue
Suite 700
Tulsa, Oklahoma 74136
918 488-8283 Telephone
918 488-8182 Fax

August 30, 1996

Edward R. Hudson, Jr. and Ann F. Hudson
616 Texas St.
Ft. Worth, TX 76102

RE: Farmout Request
Section 20-20S-28E
Eddy County, NM
IOGC's Angell Prospect

Dear Mr. and Mrs. Hudson:

InterCoast Oil and Gas Company (formerly named Medallion Production Company) is interested in the drilling of a well to be located in the NE/4 of Section 20-20S-28E, Eddy County, New Mexico. InterCoast proposes that the test well be drilled to a depth of approximately 11,250' in order to sufficiently test the Morrow Sand formation. Dry hole costs are estimated to be \$405,000, with total completed well costs estimated at \$697,000.

In connection with the test well, InterCoast proposes that you grant us a farmout of your contractual ownership in that certain Stonewall Unit Operating Agreement dated 11/1/73 under the following terms:

1. On or before 120 days following the execution date of a definitive agreement, InterCoast would commence or cause the commencement of an 11,250' Morrow Sand test at a location 990' FNL and 990' FEL of Section 20-20S-28E, Eddy County, New Mexico.
2. In the event the test well results in a well capable of producing in commercial quantities, InterCoast would earn an assignment of your interest in the dedicated unit within Section 20 from the surface of the earth to the total depth drilled in the test well.
3. You would reserve in such assignment a 1/8th of 8/8ths overriding royalty interest which would absorb all burdens in excess of the usual 1/8th royalty, and would be proportionately reduced to the interest being assigned.

Edward R. Hudson, Jr. and Ann F. Hudson
August 30, 1996
Page 2

We would appreciate hearing your thoughts on this request at your earliest convenience. If you have any questions or would like to discuss this proposal, please contact me at 491-4176.

Very truly yours,

A handwritten signature in cursive script, appearing to read "Rock A. Quinn".

Rock A. Quinn
Senior Landman

RAQ:rkw



InterCoast Oil and Gas Company
7130 South Lewis Avenue
Suite 700
Tulsa, Oklahoma 74136
918 488-8283 Telephone
918 488-8182 Fax

August 30, 1996

Karen V. Martin and William H. Martin,
Trustees of the Martin Living Trust
400 West Illinois, Suite 1100
Midland, TX 79701

RE: Farmout Request
Section 20-20S-28E
Eddy County, NM
IOGC's Angell Prospect

Dear Mr. and Mrs. Martin:

InterCoast Oil and Gas Company (formerly named Medallion Production Company) is interested in the drilling of a well to be located in the NE/4 of Section 20-20S-28E, Eddy County, New Mexico. InterCoast proposes that the test well be drilled to a depth of approximately 11,250' in order to sufficiently test the Morrow Sand formation. Dry hole costs are estimated to be \$405,000, with total completed well costs estimated at \$697,000.

In connection with the test well, InterCoast proposes that you grant us a farmout of your contractual ownership in that certain Stonewall Unit Operating Agreement dated 11/1/73 under the following terms:

1. On or before 120 days following the execution date of a definitive agreement, InterCoast would commence or cause the commencement of an 11,250' Morrow Sand test at a location 990' FNL and 990' FEL of Section 20-20S-28E, Eddy County, New Mexico.
2. In the event the test well results in a well capable of producing in commercial quantities, InterCoast would earn an assignment of your interest in the dedicated unit within Section 20 from the surface of the earth to the total depth drilled in the test well.
3. You would reserve in such assignment a 1/8th of 8/8ths overriding royalty interest which would absorb all burdens in excess of the usual 1/8th royalty, and would be proportionately reduced to the interest being assigned.

Karen V. Martin and William H. Martin,
Trustees of the Martin Living Trust
August 30, 1996
Page 2

We would appreciate hearing your thoughts on this request at your earliest convenience. If you have any questions or would like to discuss this proposal, please contact me at 491-4176.

Very truly yours,

A handwritten signature in cursive script, appearing to read "Rock A. Quinn".

Rock A. Quinn
Senior Landman

RAQ:rkw



InterCoast Oil and Gas Company
7130 South Lewis Avenue
Suite 700
Tulsa, Oklahoma 74136
918 488-8283 Telephone
918 488-8182 Fax

August 30, 1996

LAJ Corp.
P. O. Box 10626
Midland, TX 79702-7626

RE: Farmout Request
Section 20-20S-28E
Eddy County, NM
IOGC's Angell Prospect

Gentlemen:

InterCoast Oil and Gas Company (formerly named Medallion Production Company) is interested in the drilling of a well to be located in the NE/4 of Section 20-20S-28E, Eddy County, New Mexico. InterCoast proposes that the test well be drilled to a depth of approximately 11,250' in order to sufficiently test the Morrow Sand formation. Dry hole costs are estimated to be \$405,000, with total completed well costs estimated at \$697,000.

In connection with the test well, InterCoast proposes that you grant us a farmout of your contractual ownership in that certain Stonewall Unit Operating Agreement dated 11/1/73 under the following terms:

1. On or before 120 days following the execution date of a definitive agreement, InterCoast would commence or cause the commencement of an 11,250' Morrow Sand test at a location 990' FNL and 990' FEL of Section 20-20S-28E, Eddy County, New Mexico.
2. In the event the test well results in a well capable of producing in commercial quantities, InterCoast would earn an assignment of your interest in the dedicated unit within Section 20 from the surface of the earth to the total depth drilled in the test well.
3. You would reserve in such assignment a 1/8th of 8/8ths overriding royalty interest which would absorb all burdens in excess of the usual 1/8th royalty, and would be proportionately reduced to the interest being assigned.

LAJ Corp.
August 30, 1996
Page 2

We would appreciate hearing your thoughts on this request at your earliest convenience. If you have any questions or would like to discuss this proposal, please contact me at 491-4176.

Very truly yours,

A handwritten signature in cursive script that reads "Rock A. Quinn". The signature is written in dark ink and is positioned above the typed name.

Rock A. Quinn
Senior Landman

RAQ:rkw

2anglpro



InterCoast Oil and Gas Company
7130 South Lewis Avenue
Suite 700
Tulsa, Oklahoma 74136
918 488-8283 Telephone
918 488-8182 Fax

August 30, 1996

Brown Brothers Harriman Trust Company
Trustee of the William B. Oliver
Trust and Successor Trustee of the
Agnes Cluth Oliver Trust
2001 Ross Ave., Suite 1150
Dallas, TX 75201

9/4:
Robt. McKenzie
214/979-6034

and Wm. B. Oliver.

RE: Farmout Request
Section 20-20S-28E
Eddy County, NM
IOGC's Angell Prospect

Gentlemen:

InterCoast Oil and Gas Company (formerly named Medallion Production Company) is interested in the drilling of a well to be located in the NE/4 of Section 20-20S-28E, Eddy County, New Mexico. InterCoast proposes that the test well be drilled to a depth of approximately 11,250' in order to sufficiently test the Morrow Sand formation. Dry hole costs are estimated to be \$405,000, with total completed well costs estimated at \$697,000.

In connection with the test well, InterCoast proposes that you grant us a farmout of your contractual ownership in that certain Stonewall Unit Operating Agreement dated 11/1/73 under the following terms:

1. On or before 120 days following the execution date of a definitive agreement, InterCoast would commence or cause the commencement of an 11,250' Morrow Sand test at a location 990' FNL and 990' FEL of Section 20-20S-28E, Eddy County, New Mexico.
2. In the event the test well results in a well capable of producing in commercial quantities, InterCoast would earn an assignment of your interest in the dedicated unit within Section 20 from the surface of the earth to the total depth drilled in the test well.
3. You would reserve in such assignment a 1/8th of 8/8ths overriding royalty interest which would absorb all burdens in excess of the usual 1/8th

Brown Brothers Harriman Trust Company
Trustee of the William B. Oliver
Trust and Successor Trustee of the
Agnes Cluth Oliver Trust
August 30, 1996
Page 2

royalty, and would be proportionately reduced to the
interest being assigned.

We would appreciate hearing your thoughts on this request at
your earliest convenience. If you have any questions or
would like to discuss this proposal, please contact me at
491-4176.

Very truly yours,



Rock A. Quinn
Senior Landman

RAQ:rkw



InterCoast Oil and Gas Company
7130 South Lewis Avenue
Suite 700
Tulsa, Oklahoma 74136
918 488-8283 Telephone
918 488-8182 Fax

August 30, 1996

Mary Hudson Ard
4808 Westridge Ave.
Ft. Worth, TX 76116

RE: Farmout Request
Section 20-20S-28E
Eddy County, NM
IOGC's Angell Prospect

Dear Ms. Ard:

InterCoast Oil and Gas Company (formerly named Medallion Production Company) is interested in the drilling of a well to be located in the NE/4 of Section 20-20S-28E, Eddy County, New Mexico. InterCoast proposes that the test well be drilled to a depth of approximately 11,250' in order to sufficiently test the Morrow Sand formation. Dry hole costs are estimated to be \$405,000, with total completed well costs estimated at \$697,000.

In connection with the test well, InterCoast proposes that you grant us a farmout of your contractual ownership in that certain Stonewall Unit Operating Agreement dated 11/1/73 under the following terms:

1. On or before 120 days following the execution date of a definitive agreement, InterCoast would commence or cause the commencement of an 11,250' Morrow Sand test at a location 990' FNL and 990' FEL of Section 20-20S-28E, Eddy County, New Mexico.
2. In the event the test well results in a well capable of producing in commercial quantities, InterCoast would earn an assignment of your interest in the dedicated unit within Section 20 from the surface of the earth to the total depth drilled in the test well.
3. You would reserve in such assignment a 1/8th of 8/8ths overriding royalty interest which would absorb all burdens in excess of the usual 1/8th royalty, and would be proportionately reduced to the interest being assigned.

Mary Hudson Arc
August 30, 1996
Page 2

We would appreciate hearing your thoughts on this request at your earliest convenience. If you have any questions or would like to discuss this proposal, please contact me at 491-4176.

Very truly yours,

A handwritten signature in cursive script that reads "Rock A. Quinn".

Rock A. Quinn
Senior Landman

RAQ:rkw

2anglpro



InterCoast Oil and Gas Company
7130 South Lewis Avenue
Suite 700
Tulsa, Oklahoma 74136
918 488-8283 Telephone
918 488-8182 Fax

August 30, 1996

David Goodnow
230 Ridgefield Road
Wilton, CT 06897

RE: Farmout Request
Section 20-20S-28E
Eddy County, NM
IOGC's Angell Prospect

Dear Mr. Goodnow:

InterCoast Oil and Gas Company (formerly named Medallion Production Company) is interested in the drilling of a well to be located in the NE/4 of Section 20-20S-28E, Eddy County, New Mexico. InterCoast proposes that the test well be drilled to a depth of approximately 11,250' in order to sufficiently test the Morrow Sand formation. Dry hole costs are estimated to be \$405,000, with total completed well costs estimated at \$697,000.

In connection with the test well, InterCoast proposes that you grant us a farmout of your contractual ownership in that certain Stonewall Unit Operating Agreement dated 11/1/73 under the following terms:

1. On or before 120 days following the execution date of a definitive agreement, InterCoast would commence or cause the commencement of an 11,250' Morrow Sand test at a location 990' FNL and 990' FEL of Section 20-20S-28E, Eddy County, New Mexico.
2. In the event the test well results in a well capable of producing in commercial quantities, InterCoast would earn an assignment of your interest in the dedicated unit within Section 20 from the surface of the earth to the total depth drilled in the test well.
3. You would reserve in such assignment a 1/8th of 8/8ths overriding royalty interest which would absorb all burdens in excess of the usual 1/8th royalty, and would be proportionately reduced to the interest being assigned.

David Goodnow
August 30, 1996
Page 2

We would appreciate hearing your thoughts on this request at your earliest convenience. If you have any questions or would like to discuss this proposal, please contact me at 491-4176.

Very truly yours,

A handwritten signature in cursive script that reads "Rock A. Quinn". The signature is written in dark ink and is positioned above the typed name.

Rock A. Quinn
Senior Landman

RAQ:rkw

2anglpro



InterCoast Oil and Gas Company
7130 South Lewis Avenue
Suite 700
Tulsa, Oklahoma 74136
918 488-8283 Telephone
918 488-8182 Fax

August 30, 1996

Edward H. Judson and
Marilyn M. Judson
400 West Illinois, Suite 1100
Midland, TX 79701

RE: Farmout Request
Section 20-20S-28E
Eddy County, NM
IOGC's Angell Prospect

Dear Mr. and Mrs. Judson:

InterCoast Oil and Gas Company (formerly named Medallion Production Company) is interested in the drilling of a well to be located in the NE/4 of Section 20-20S-28E, Eddy County, New Mexico. InterCoast proposes that the test well be drilled to a depth of approximately 11,250' in order to sufficiently test the Morrow Sand formation. Dry hole costs are estimated to be \$405,000, with total completed well costs estimated at \$697,000.

In connection with the test well, InterCoast proposes that you grant us a farmout of your contractual ownership in that certain Stonewall Unit Operating Agreement dated 11/1/73 under the following terms:

1. On or before 120 days following the execution date of a definitive agreement, InterCoast would commence or cause the commencement of an 11,250' Morrow Sand test at a location 990' FNL and 990' FEL of Section 20-20S-28E, Eddy County, New Mexico.
2. In the event the test well results in a well capable of producing in commercial quantities, InterCoast would earn an assignment of your interest in the dedicated unit within Section 20 from the surface of the earth to the total depth drilled in the test well.
3. You would reserve in such assignment a 1/8th of 8/8ths overriding royalty interest which would absorb all burdens in excess of the usual 1/8th royalty, and would be proportionately reduced to the interest being assigned.

Edward H. Judson and
Marilyn M. Judson
August 30, 1996
Page 2

We would appreciate hearing your thoughts on this request at your earliest convenience. If you have any questions or would like to discuss this proposal, please contact me at 491-4176.

Very truly yours,

A handwritten signature in cursive script that reads "Rock A. Quinn".

Rock A. Quinn
Senior Landman

RAQ:rkw

2anqlpro



InterCoast Oil and Gas Company
7130 South Lewis Avenue
Suite 700
Tulsa, Oklahoma 74136
918 488-8283 Telephone
918 488-8182 Fax

August 30, 1996

William A. Hudson, II and
Betty C. Hudson
616 Texas St.
Ft. Worth, TX 76102

RE: Farmout Request
Section 20-20S-28E
Eddy County, NM
IOGC's Angell Prospect

Dear Mr. and Mrs. Hudson:

InterCoast Oil and Gas Company (formerly named Medallion Production Company) is interested in the drilling of a well to be located in the NE/4 of Section 20-20S-28E, Eddy County, New Mexico. InterCoast proposes that the test well be drilled to a depth of approximately 11,250' in order to sufficiently test the Morrow Sand formation. Dry hole costs are estimated to be \$405,000, with total completed well costs estimated at \$697,000.

In connection with the test well, InterCoast proposes that you grant us a farmout of your contractual ownership in that certain Stonewall Unit Operating Agreement dated 11/1/73 under the following terms:

1. On or before 120 days following the execution date of a definitive agreement, InterCoast would commence or cause the commencement of an 11,250' Morrow Sand test at a location 990' FNL and 990' FEL of Section 20-20S-28E, Eddy County, New Mexico.
2. In the event the test well results in a well capable of producing in commercial quantities, InterCoast would earn an assignment of your interest in the dedicated unit within Section 20 from the surface of the earth to the total depth drilled in the test well.
3. You would reserve in such assignment a 1/8th of 8/8ths overriding royalty interest which would absorb all burdens in excess of the usual 1/8th royalty, and would be proportionately reduced to the interest being assigned.

William A. Hudson, II and
Betty C. Hudson
August 30, 1996
Page 2

We would appreciate hearing your thoughts on this request at your earliest convenience. If you have any questions or would like to discuss this proposal, please contact me at 491-4176.

Very truly yours,

A handwritten signature in cursive script, appearing to read "Rock A. Quinn".

Rock A. Quinn
Senior Landman

RAQ:rkw



InterCoast Oil and Gas Company
7130 South Lewis Avenue
Suite 700
Tulsa, Oklahoma 74136
918 488-8283 Telephone
918 488-8182 Fax

August 30, 1996

Devon Energy Corporation
20 North Broadway, Suite 1500
Oklahoma City, OK 73102

RE: Farmout Request
Section 20-20S-28E
Eddy County, NM
IOGC's Angell Prospect

Gentlemen:

InterCoast Oil and Gas Company (formerly named Medallion Production Company) is interested in the drilling of a well to be located in the NE/4 of Section 20-20S-28E, Eddy County, New Mexico. InterCoast proposes that the test well be drilled to a depth of approximately 11,250' in order to sufficiently test the Morrow Sand formation. Dry hole costs are estimated to be \$405,000, with total completed well costs estimated at \$697,000.

In connection with the test well, InterCoast proposes that you grant us a farmout of your contractual ownership in that certain Stonewall Unit Operating Agreement dated 11/1/73 under the following terms:

1. On or before 120 days following the execution date of a definitive agreement, InterCoast would commence or cause the commencement of an 11,250' Morrow Sand test at a location 990' FNL and 990' FEL of Section 20-20S-28E, Eddy County, New Mexico.
2. In the event the test well results in a well capable of producing in commercial quantities, InterCoast would earn an assignment of your interest in the dedicated unit within Section 20 from the surface of the earth to the total depth drilled in the test well.
3. You would reserve in such assignment a 1/8th of 8/8ths overriding royalty interest which would absorb all burdens in excess of the usual 1/8th royalty, and would be proportionately reduced to the interest being assigned.

Devon Energy Corporation
August 30, 1996
Page 2

We would appreciate hearing your thoughts on this request at your earliest convenience. If you have any questions or would like to discuss this proposal, please contact me at 491-4176.

Very truly yours,

A handwritten signature in cursive script, appearing to read "Rock A. Quinn".

Rock A. Quinn
Senior Landman

RAQ:rkw

2anqlpro



InterCoast Oil and Gas Company
7130 South Lewis Avenue
Suite 700
Tulsa, Oklahoma 74136
918 488-8283 Telephone
918 488-8182 Fax

August 30, 1996

Frances B. Bunn
2493 Makiki Heights Drive
Honolulu, Hawaii 96822

RE: Farmout Request
Section 20-20S-28E
Eddy County, NM
IOGC's Angell Prospect

Dear Ms. Bunn:

InterCoast Oil and Gas Company (formerly named Medallion Production Company) is interested in the drilling of a well to be located in the NE/4 of Section 20-20S-28E, Eddy County, New Mexico. InterCoast proposes that the test well be drilled to a depth of approximately 11,250' in order to sufficiently test the Morrow Sand formation. Dry hole costs are estimated to be \$405,000, with total completed well costs estimated at \$697,000.

In connection with the test well, InterCoast proposes that you grant us a farmout of your contractual ownership in that certain Stonewall Unit Operating Agreement dated 11/1/73 under the following terms:

1. On or before 120 days following the execution date of a definitive agreement, InterCoast would commence or cause the commencement of an 11,250' Morrow Sand test at a location 990' FNL and 990' FEL of Section 20-20S-28E, Eddy County, New Mexico.
2. In the event the test well results in a well capable of producing in commercial quantities, InterCoast would earn an assignment of your interest in the dedicated unit within Section 20 from the surface of the earth to the total depth drilled in the test well.
3. You would reserve in such assignment a 1/8th of 8/8ths overriding royalty interest which would absorb all burdens in excess of the usual 1/8th royalty, and would be proportionately reduced to the interest being assigned.

Frances B. Bunn
August 30, 1996
Page 2

We would appreciate hearing your thoughts on this request at your earliest convenience. If you have any questions or would like to discuss this proposal, please contact me at 491-4176.

Very truly yours,

A handwritten signature in cursive script, appearing to read "Rock A. Quinn".

Rock A. Quinn
Senior Landman

RAQ:rkw

2anglpro



8d & to you
JP

InterCoast Oil and Gas Company
7130 South Lewis Avenue
Suite 700
Tulsa, Oklahoma 74136
918 488-8283 Telephone
918 488-8182 Fax

Stonewall Unit State Com 1
to State 2
on State 1

August 30, 1996

Tipperary Oil & Gas Corporation
633 17th St., Suite 1550
Denver, CO 80202

RE: Farmout Request
Section 20-20S-28E
Eddy County, NM
IOGC's Angell Prospect

Gentlemen:

InterCoast Oil and Gas Company (formerly named Medallion Production Company) is interested in the drilling of a well to be located in the NE/4 of Section 20-20S-28E, Eddy County, New Mexico. InterCoast proposes that the test well be drilled to a depth of approximately 11,250' in order to sufficiently test the Morrow Sand formation. Dry hole costs are estimated to be \$405,000, with total completed well costs estimated at \$697,000.

In connection with the test well, InterCoast proposes that you grant us a farmout of your contractual ownership in that certain Stonewall Unit Operating Agreement dated 11/1/73 under the following terms:

1. On or before 120 days following the execution date of a definitive agreement, InterCoast would commence or cause the commencement of an 11,250' Morrow Sand test at a location 990' FNL and 990' FEL of Section 20-20S-28E, Eddy County, New Mexico.
2. In the event the test well results in a well capable of producing in commercial quantities, InterCoast would earn an assignment of your interest in the dedicated unit within Section 20 from the surface of the earth to the total depth drilled in the test well.
3. You would reserve in such assignment a 1/8th of 8/8ths overriding royalty interest which would absorb all burdens in excess of the usual 1/8th royalty, and would be proportionately reduced to the interest being assigned.

Tipperary Oil & Gas Corporation
August 30, 1996
Page 2

We would appreciate hearing your thoughts on this request at your earliest convenience. If you have any questions or would like to discuss this proposal, please contact me at 491-4176.

Very truly yours,

A handwritten signature in cursive script, appearing to read "Rock A. Quinn".

Rock A. Quinn
Senior Landman

RAQ:rkw

2anglpro



InterCoast Oil and Gas Company
7130 South Lewis Avenue
Suite 700
Tulsa, Oklahoma 74136
918 488-8283 Telephone
918 488-8182 Fax

August 30, 1996

Tipperary Oil & Gas Corporation
633 17th St., Suite 1550
Denver, CO 80202

*Sold to Yates
8/1/96
ekb*

RE: Farmout Request
Section 20-20S-28E
Eddy County, NM
IOGC's Angell Prospect

Gentlemen:

InterCoast Oil and Gas Company (formerly named Medallion Production Company) is interested in the drilling of a well to be located in the NE/4 of Section 20-20S-28E, Eddy County, New Mexico. InterCoast proposes that the test well be drilled to a depth of approximately 11,250' in order to sufficiently test the Morrow Sand formation. Dry hole costs are estimated to be \$405,000, with total completed well costs estimated at \$697,000.

In connection with the test well, InterCoast proposes that you grant us a farmout of your contractual ownership in that certain Stonewall Unit Operating Agreement dated 11/1/73 under the following terms:

1. On or before 120 days following the execution date of a definitive agreement, InterCoast would commence or cause the commencement of an 11,250' Morrow Sand test at a location 990' FNL and 990' FEL of Section 20-20S-28E, Eddy County, New Mexico.
2. In the event the test well results in a well capable of producing in commercial quantities, InterCoast would earn an assignment of your interest in the dedicated unit within Section 20 from the surface of the earth to the total depth drilled in the test well.
3. You would reserve in such assignment a 1/8th of 8/8ths overriding royalty interest which would absorb all burdens in excess of the usual 1/8th royalty, and would be proportionately reduced to the interest being assigned.

Tipperary Oil & Gas Corporation
August 30, 1996
Page 2

We would appreciate hearing your thoughts on this request at your earliest convenience. If you have any questions or would like to discuss this proposal, please contact me at 491-4176.

Very truly yours,

A handwritten signature in cursive script, appearing to read "Rock A. Quinn".

Rock A. Quinn
Senior Landman

RAQ:rkw

2anglpro



InterCoast Oil and Gas Company
7130 South Lewis Avenue
Suite 700
Tulsa, Oklahoma 74136
918 488-8283 Telephone
918 488-8182 Fax

October 1, 1996

Yates Petroleum Corp.
105 South 4th Street
Artesia, NM 87196

Attention: Ms Janet Richardson

RE: State of New Mexico #20-1
Section 20-20S-28E
Eddy County, New Mexico
IOGC's Angell Ranch Prospect

Gentlemen:

Enclosed for your review and comments please find a copy of InterCoast Oil and Gas Company's proposed Operating Agreement covering the captioned unit.

Also enclosed are two (2) copies of our AFE for the drilling of the captioned well.

Should you desire to participate, please sign, date and return one (1) copy of the AFE together with any comments you may have in regard to our proposed Operating Agreement. At such time as the working interests are finalized and any comments reviewed, we will furnish each working interest owner with a signed copy of the Operating Agreement for their execution and return.

Should you wish to discuss any proposed changes to the Agreement, please feel free to contact me at 918/491-4176.

Very truly yours,

Rock A. Quinn
Senior Landman

RAQ:rkw
Enclosures

stanjoc

NEW MEXICO
OIL CONSERVATION DIVISION

EXHIBIT 2D

CASE NO. 11666



InterCoast Oil and Gas Company
7130 South Lewis Avenue
Suite 700
Tulsa, Oklahoma 74136
918 488-8283 Telephone
918 488-8182 Fax

October 1, 1996

Hayes Properties Inc.
P. O. Box 3700
Midland, TX 79702

Attention: Mr. Brad Bennett

RE: State of New Mexico #20-1
Section 20-20S-28E
Eddy County, New Mexico
IOGC's Angell Ranch Prospect

Gentlemen:

Enclosed for your review and comments please find a copy of InterCoast Oil and Gas Company's proposed Operating Agreement covering the captioned unit.

Also enclosed are two (2) copies of our AFE for the drilling of the captioned well.

Should you desire to participate, please sign, date and return one (1) copy of the AFE together with any comments you may have in regard to our proposed Operating Agreement. At such time as the working interests are finalized and any comments reviewed, we will furnish each working interest owner with a signed copy of the Operating Agreement for their execution and return.

Should you wish to discuss any proposed changes to the Agreement, please feel free to contact me at 918/491-4176.

Very truly yours,

Rock A. Quinn
Senior Landman

RAQ:rkw
Enclosures

stanjoa



InterCoast Oil and Gas Company
7130 South Lewis Avenue
Suite 700
Tulsa, Oklahoma 74136
918 488-8283 Telephone
918 488-8182 Fax

October 24, 1996

Unit Petroleum Corporation
7130 South Lewis
Tulsa, OK 74136

Attention: Leslie Naughton

RE: Well Proposal
N/2 Section 20-20S-28E
Eddy County, NM
IOGC's Angell Ranch Prospect

Gentlemen:

By letter dated August 30, 1996, InterCoast Oil and Gas Company ("IOGC") proposed the drilling of an 11,250' Morrow well to be located in the NE/4 of Section 20-20S-28E, Eddy County, New Mexico. IOGC has obtained a 47.5% working interest in the N/2 of Section 20-20S-28E. Accordingly, we have prepared and enclose for your review and comments a copy of IOGC's proposed Operating Agreement covering the captioned area. Also enclosed are two (2) copies of our AFE for the drilling of the well.

Should you desire to participate, please sign, date and return one (1) copy of the AFE together with any comments you may have in regard to the proposed Operating Agreement. At such time as the working interest owners are finalized and any comments reviewed, we will furnish each working interest owner with a signed copy of the Operating Agreement for execution.

As an alternative, IOGC proposes that you farmout your interest, delivering a 75% net revenue interest before payout with the option to convert your reserved override to a proportionate 25% working interest after payout. These are the same terms as set forth in my proposal letter dated August 30, 1996.

NEW MEXICO
OIL CONSERVATION DIVISION

EXHIBIT 2E

CASE NO. 11666

Unit Petroleum Corporation
October 24, 1996
Page 2

We would appreciate hearing back from you at your earliest possible convenience. If you have any questions, please contact me at 918/491-4176.

Very truly yours,

A handwritten signature in cursive script that reads "Rock A. Quinn".

Rock A. Quinn
Senior Landman

RAQ:rkw

angeljoa



InterCoast Oil and Gas Company
7130 South Lewis Avenue
Suite 700
Tulsa, Oklahoma 74136
918 488-8283 Telephone
918 488-8182 Fax

October 24, 1996

Pennzoil Corp.
P. O. Box 2967
Houston, TX 77252

RE: Well Proposal
N/2 Section 20-20S-28E
Eddy County, NM
IOGC's Angell Ranch Prospect

Gentlemen:

By letter dated June 17, 1996, InterCoast Oil and Gas Company ("IOGC") proposed the drilling of an 11,250' Morrow well to be located in the NE/4 of Section 20-20S-28E, Eddy County, New Mexico. IOGC has obtained a 47.5% working interest in the N/2 of Section 20-20S-28E. Accordingly, we have prepared and enclose for your review and comments a copy of IOGC's proposed Operating Agreement covering the captioned area. Also enclosed are two (2) copies of our AFE for the drilling of the well.

Should you desire to participate, please sign, date and return one (1) copy of the AFE together with any comments you may have in regard to the proposed Operating Agreement. At such time as the working interest owners are finalized and any comments reviewed, we will furnish each working interest owner with a signed copy of the Operating Agreement for execution.

As an alternative, IOGC proposes that you farmout your interest, delivering a 75% net revenue interest before payout with the option to convert your reserved override to a proportionate 25% working interest after payout.

Pennzoil Corp.
October 24, 1996
Page 2

We would appreciate hearing back from you at your earliest possible convenience. If you have any questions, please contact me at 918/491-4176.

Very truly yours,

A handwritten signature in cursive script that reads "Rock A. Quinn".

Rock A. Quinn
Senior Landman

RAQ:rkw

angeljoa



InterCoast Oil and Gas Company
7130 South Lewis Avenue
Suite 700
Tulsa, Oklahoma 74136
918 488-8233 Telephone
918 488-8152 Fax

October 24, 1996

Sanford J. Hodge, III
4324 Honover
Dallas, TX 75225

RE: Well Proposal
N/2 Section 20-20S-28E
Eddy County, NM
IOGC's Angell Ranch Prospect

Dear Mr. Hodge:

By letter dated August 30, 1996, InterCoast Oil and Gas Company ("IOGC") proposed the drilling of an 11,250' Morrow well to be located in the NE/4 of Section 20-20S-28E, Eddy County, New Mexico. IOGC has obtained a 47.5% working interest in the N/2 of Section 20-20S-28E. Accordingly, we have prepared and enclose for your review and comments a copy of IOGC's proposed Operating Agreement covering the captioned area. Also enclosed are two (2) copies of our AFE for the drilling of the well.

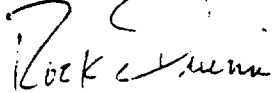
Should you desire to participate, please sign, date and return one (1) copy of the AFE together with any comments you may have in regard to the proposed Operating Agreement. At such time as the working interest owners are finalized and any comments reviewed, we will furnish each working interest owner with a signed copy of the Operating Agreement for execution.

As an alternative, IOGC proposes that you farmout your interest, delivering a 75% net revenue interest before payout with the option to convert your reserved override to a proportionate 25% working interest after payout. These are the same terms as set forth in my proposal letter dated August 30, 1996.

Sanford J. Hodge, III
October 24, 1996
Page 2

We would appreciate hearing back from you at your earliest possible convenience. If you have any questions, please contact me at 918/491-4176.

Very truly yours,

A handwritten signature in dark ink, appearing to read "Rock A. Quinn". The signature is written in a cursive, somewhat stylized font.

Rock A. Quinn
Senior Landman

RAQ:rkw

angel:oa



InterCoast Oil and Gas Company
7130 South Lewis Avenue
Suite 700
Tulsa, Oklahoma 74136
918 488-8283 Telephone
918 488-8182 Fax

October 24, 1996

Space Building Corporation
250 Cape Highway, Route 44
East Taunton, MA 02713

RE: Well Proposal
N/2 Section 20-20S-28E
Eddy County, NM
IOGC's Angell Ranch Prospect

Gentlemen:

By letter dated August 30, 1996, InterCoast Oil and Gas Company ("IOGC") proposed the drilling of an 11,250' Morrow well to be located in the NE/4 of Section 20-20S-28E, Eddy County, New Mexico. IOGC has obtained a 47.5% working interest in the N/2 of Section 20-20S-28E. Accordingly, we have prepared and enclose for your review and comments a copy of IOGC's proposed Operating Agreement covering the captioned area. Also enclosed are two (2) copies of our AFE for the drilling of the well.

Should you desire to participate, please sign, date and return one (1) copy of the AFE together with any comments you may have in regard to the proposed Operating Agreement. At such time as the working interest owners are finalized and any comments reviewed, we will furnish each working interest owner with a signed copy of the Operating Agreement for execution.

As an alternative, IOGC proposes that you farmout your interest, delivering a 75% net revenue interest before payout with the option to convert your reserved override to a proportionate 25% working interest after payout. These are the same terms as set forth in my proposal letter dated August 30, 1996.

Space Building Corporation
October 24, 1996
Page 2

We would appreciate hearing back from you at your earliest possible convenience. If you have any questions, please contact me at 918/491-4176.

Very truly yours,

A handwritten signature in dark ink, appearing to read "Rock A. Quinn". The signature is stylized with a large, looped "R" and a cursive "Quinn".

Rock A. Quinn
Senior Landman

RAQ:rkw

angeljoa



InterCoast Oil and Gas Company
7130 South Lewis Avenue
Suite 700
Tulsa, Oklahoma 74136
918 488-8283 Telephone
918 488-8182 Fax

October 24, 1996

Ernie Bello
3325 Ala Akulikuli
Honolulu, Hawaii 96818-2215

RE: Well Proposal
N/2 Section 20-20S-28E
Eddy County, NM
IOGC's Angell Ranch Prospect

Dear Mr. Bello:

By letter dated August 30, 1996, InterCoast Oil and Gas Company ("IOGC") proposed the drilling of an 11,250' Morrow well to be located in the NE/4 of Section 20-20S-28E, Eddy County, New Mexico. IOGC has obtained a 47.5% working interest in the N/2 of Section 20-20S-28E. Accordingly, we have prepared and enclose for your review and comments a copy of IOGC's proposed Operating Agreement covering the captioned area. Also enclosed are two (2) copies of our AFE for the drilling of the well.

Should you desire to participate, please sign, date and return one (1) copy of the AFE together with any comments you may have in regard to the proposed Operating Agreement. At such time as the working interest owners are finalized and any comments reviewed, we will furnish each working interest owner with a signed copy of the Operating Agreement for execution.

As an alternative, IOGC proposes that you farmout your interest, delivering a 75% net revenue interest before payout with the option to convert your reserved override to a proportionate 25% working interest after payout. These are the same terms as set forth in my proposal letter dated August 30, 1996.

Ernie Bello
October 24, 1996
Page 2

We would appreciate hearing back from you at your earliest possible convenience. If you have any questions, please contact me at 918/491-4176.

Very truly yours,

A handwritten signature in dark ink, appearing to read "Rock A. Quinn". The signature is fluid and cursive, with the first name "Rock" being more prominent.

Rock A. Quinn
Senior Landman

RAQ:rkw

angel:oa



InterCoast Oil and Gas Company
7130 South Lewis Avenue
Suite 700
Tulsa, Oklahoma 74136
918 488-8283 Telephone
918 488-8182 Fax

October 24, 1996

Frederick Van Vranken
Cedar Swamp Road, Box 264
Jericho, NY 11753

RE: Well Proposal
N/2 Section 20-20S-28E
Eddy County, NM
IOGC's Angell Ranch Prospect

Dear Mr. Van Vranken:

By letter dated August 30, 1996, InterCoast Oil and Gas Company ("IOGC") proposed the drilling of an 11,250' Morrow well to be located in the NE/4 of Section 20-20S-28E, Eddy County, New Mexico. IOGC has obtained a 47.5% working interest in the N/2 of Section 20-20S-28E. Accordingly, we have prepared and enclose for your review and comments a copy of IOGC's proposed Operating Agreement covering the captioned area. Also enclosed are two (2) copies of our AFE for the drilling of the well.

Should you desire to participate, please sign, date and return one (1) copy of the AFE together with any comments you may have in regard to the proposed Operating Agreement. At such time as the working interest owners are finalized and any comments reviewed, we will furnish each working interest owner with a signed copy of the Operating Agreement for execution.

As an alternative, IOGC proposes that you farmout your interest, delivering a 75% net revenue interest before payout with the option to convert your reserved override to a proportionate 25% working interest after payout. These are the same terms as set forth in my proposal letter dated August 30, 1996.

Frederick Van Vranken
October 24, 1996
Page 2

We would appreciate hearing back from you at your earliest possible convenience. If you have any questions, please contact me at 918/491-4176.

Very truly yours,

A handwritten signature in cursive script, appearing to read "Rock A. Quinn".

Rock A. Quinn
Senior Landman

RAQ:rkw

angel:oa



InterCoast Oil and Gas Company
7130 South Lewis Avenue
Suite 700
Tulsa, Oklahoma 74136
918 488-8283 Telephone
918 488-8182 Fax

October 24, 1996

Edward R. Hudson, Jr. and Ann F. Hudson
616 Texas St.
Ft. Worth, TX 76102

RE: Well Proposal
N/2 Section 20-20S-28E
Eddy County, NM
IOGC's Angell Ranch Prospect

Dear Mr. and Mrs. Hudson:

By letter dated August 30, 1996, InterCoast Oil and Gas Company ("IOGC") proposed the drilling of an 11,250' Morrow well to be located in the NE/4 of Section 20-20S-28E, Eddy County, New Mexico. IOGC has obtained a 47.5% working interest in the N/2 of Section 20-20S-28E. Accordingly, we have prepared and enclose for your review and comments a copy of IOGC's proposed Operating Agreement covering the captioned area. Also enclosed are two (2) copies of our AFE for the drilling of the well.

Should you desire to participate, please sign, date and return one (1) copy of the AFE together with any comments you may have in regard to the proposed Operating Agreement. At such time as the working interest owners are finalized and any comments reviewed, we will furnish each working interest owner with a signed copy of the Operating Agreement for execution.

As an alternative, IOGC proposes that you farmout your interest, delivering a 75% net revenue interest before payout with the option to convert your reserved override to a proportionate 25% working interest after payout. These are the same terms as set forth in my proposal letter dated August 30, 1996.

Edward R. Hudson, Jr. and Ann F. Hudson
October 24, 1996
Page 2

We would appreciate hearing back from you at your earliest possible convenience. If you have any questions, please contact me at 918/491-4176.

Very truly yours,

A handwritten signature in cursive script that reads "Rock A. Quinn". The signature is written in dark ink and is positioned above the printed name and title.

Rock A. Quinn
Senior Landman

RAQ:rkw

angeljca



InterCoast Oil and Gas Company
7130 South Lewis Avenue
Suite 700
Tulsa, Oklahoma 74136
918 488-8283 Telephone
918 488-8182 Fax

October 24, 1996

Karen V. Martin and William H. Martin,
Trustees of the Martin Living Trust
400 West Illinois, Suite 1100
Midland, TX 79701

RE: Well Proposal
N/2 Section 20-20S-28E
Eddy County, NM
IOGC's Angell Ranch Prospect

Dear Mr. and Mrs. Martin:

By letter dated August 30, 1996, InterCoast Oil and Gas Company ("IOGC") proposed the drilling of an 11,250' Morrow well to be located in the NE/4 of Section 20-20S-28E, Eddy County, New Mexico. IOGC has obtained a 47.5% working interest in the N/2 of Section 20-20S-28E. Accordingly, we have prepared and enclose for your review and comments a copy of IOGC's proposed Operating Agreement covering the captioned area. Also enclosed are two (2) copies of our AFE for the drilling of the well.

Should you desire to participate, please sign, date and return one (1) copy of the AFE together with any comments you may have in regard to the proposed Operating Agreement. At such time as the working interest owners are finalized and any comments reviewed, we will furnish each working interest owner with a signed copy of the Operating Agreement for execution.

As an alternative, IOGC proposes that you farmout your interest, delivering a 75% net revenue interest before payout with the option to convert your reserved override to a proportionate 25% working interest after payout. These are the same terms as set forth in my proposal letter dated August 30, 1996.

Karen V. Martin and William H. Martin,
Trustees of the Martin Living Trust
October 24, 1996
Page 2

We would appreciate hearing back from you at your earliest possible convenience. If you have any questions, please contact me at 918/491-4176.

Very truly yours,

A handwritten signature in cursive script, appearing to read "Rock A. Quinn".

Rock A. Quinn
Senior Landman

RAQ:rkw

angelboa



InterCoast Oil and Gas Company
7130 South Lewis Avenue
Suite 700
Tulsa, Oklahoma 74136
918 488-8283 Telephone
918 488-8182 Fax

October 24, 1996

LAJ Corp.
P. O. Box 10626
Midland, TX 79702-7626

RE: Well Proposal
N/2 Section 20-20S-28E
Eddy County, NM
IOGC's Angell Ranch Prospect

Gentlemen:

By letter dated August 30, 1996, InterCoast Oil and Gas Company ("IOGC") proposed the drilling of an 11,250' Morrow well to be located in the NE/4 of Section 20-20S-28E, Eddy County, New Mexico. IOGC has obtained a 47.5% working interest in the N/2 of Section 20-20S-28E. Accordingly, we have prepared and enclose for your review and comments a copy of IOGC's proposed Operating Agreement covering the captioned area. Also enclosed are two (2) copies of our AFE for the drilling of the well.

Should you desire to participate, please sign, date and return one (1) copy of the AFE together with any comments you may have in regard to the proposed Operating Agreement. At such time as the working interest owners are finalized and any comments reviewed, we will furnish each working interest owner with a signed copy of the Operating Agreement for execution.

As an alternative, IOGC proposes that you farmout your interest, delivering a 75% net revenue interest before payout with the option to convert your reserved override to a proportionate 25% working interest after payout. These are the same terms as set forth in my proposal letter dated August 30, 1996.

LAJ Corp.
October 24, 1996
Page 2

We would appreciate hearing back from you at your earliest possible convenience. If you have any questions, please contact me at 918/491-4176.

Very truly yours,

A handwritten signature in dark ink, appearing to read "Rock A. Quinn". The signature is fluid and cursive, with the first name "Rock" being more prominent.

Rock A. Quinn
Senior Landman

RAQ:rkw

ange:joa



InterCoast Oil and Gas Company
7130 South Lewis Avenue
Suite 700
Tulsa, Oklahoma 74136
918 488-8283 Telephone
918 488-8182 Fax

October 24, 1996

Brown Brothers Harriman Trust Company
Trustee of the William B. Oliver
Trust and Successor Trustee of the
Agnes Cluth Oliver Trust
2001 Ross Ave., Suite 1150
Dallas, TX 75201

RE: Well Proposal
N/2 Section 20-20S-28E
Eddy County, NM
IOGC's Angell Ranch Prospect

Gentlemen:

By letter dated August 30, 1996, InterCoast Oil and Gas Company ("IOGC") proposed the drilling of an 11,250' Morrow well to be located in the NE/4 of Section 20-20S-28E, Eddy County, New Mexico. IOGC has obtained a 47.5% working interest in the N/2 of Section 20-20S-28E. Accordingly, we have prepared and enclose for your review and comments a copy of IOGC's proposed Operating Agreement covering the captioned area. Also enclosed are two (2) copies of our AFE for the drilling of the well.

Should you desire to participate, please sign, date and return one (1) copy of the AFE together with any comments you may have in regard to the proposed Operating Agreement. At such time as the working interest owners are finalized and any comments reviewed, we will furnish each working interest owner with a signed copy of the Operating Agreement for execution.

As an alternative, IOGC proposes that you farmout your interest, delivering a 75% net revenue interest before payout with the option to convert your reserved override to a proportionate 25% working interest after payout. These are the same terms as set forth in my proposal letter dated August 30, 1996.

Brown Brothers Harriman Trust Company
Trustee of the William B. Oliver
Trust and Successor Trustee of the
Agnes Cluth Oliver Trust
October 24, 1996.
Page 2

We would appreciate hearing back from you at your earliest possible convenience. If you have any questions, please contact me at 918/491-4176.

Very truly yours,

A handwritten signature in dark ink, appearing to read "Rock A. Quinn". The signature is fluid and cursive, with the first name "Rock" being more prominent.

Rock A. Quinn
Senior Landman

RAQ:rkw

angeljoa



InterCoast Oil and Gas Company
7130 South Lewis Avenue
Suite 700
Tulsa, Oklahoma 74136
918 488-8283 Telephone
918 488-8182 Fax

October 24, 1996

Mary Hudson Ard
4808 Westridge Ave.
Ft. Worth, TX 76116

RE: Well Proposal
N/2 Section 20-20S-28E
Eddy County, NM
IOGC's Angell Ranch Prospect

Dear Ms. Ard:

By letter dated August 30, 1996, InterCoast Oil and Gas Company ("IOGC") proposed the drilling of an 11,250' Morrow well to be located in the NE/4 of Section 20-20S-28E, Eddy County, New Mexico. IOGC has obtained a 47.5% working interest in the N/2 of Section 20-20S-28E. Accordingly, we have prepared and enclose for your review and comments a copy of IOGC's proposed Operating Agreement covering the captioned area. Also enclosed are two (2) copies of our AFE for the drilling of the well.

Should you desire to participate, please sign, date and return one (1) copy of the AFE together with any comments you may have in regard to the proposed Operating Agreement. At such time as the working interest owners are finalized and any comments reviewed, we will furnish each working interest owner with a signed copy of the Operating Agreement for execution.

As an alternative, IOGC proposes that you farmout your interest, delivering a 75% net revenue interest before payout with the option to convert your reserved override to a proportionate 25% working interest after payout. These are the same terms as set forth in my proposal letter dated August 30, 1996.

Mary Hudson Ard
October 24, 1996
Page 2

We would appreciate hearing back from you at your earliest possible convenience. If you have any questions, please contact me at 918/491-4176.

Very truly yours,

A handwritten signature in cursive script, appearing to read "Rock A. Quinn".

Rock A. Quinn
Senior Landman

RAQ:rkw

angeljoa



InterCoast Oil and Gas Company
7130 South Lewis Avenue
Suite 700
Tulsa, Oklahoma 74136
918 488-8283 Telephone
918 488-8182 Fax

October 24, 1996

David Goodnow
230 Ridgefield Road
Wilton, CT 06897

RE: Well Proposal
N/2 Section 20-20S-28E
Eddy County, NM
IOGC's Angell Ranch Prospect

Dear Mr. Goodnow:

By letter dated August 30, 1996, InterCoast Oil and Gas Company ("IOGC") proposed the drilling of an 11,250' Morrow well to be located in the NE/4 of Section 20-20S-28E, Eddy County, New Mexico. IOGC has obtained a 47.5% working interest in the N/2 of Section 20-20S-28E. Accordingly, we have prepared and enclose for your review and comments a copy of IOGC's proposed Operating Agreement covering the captioned area. Also enclosed are two (2) copies of our AFE for the drilling of the well.

Should you desire to participate, please sign, date and return one (1) copy of the AFE together with any comments you may have in regard to the proposed Operating Agreement. At such time as the working interest owners are finalized and any comments reviewed, we will furnish each working interest owner with a signed copy of the Operating Agreement for execution.

As an alternative, IOGC proposes that you farmout your interest, delivering a 75% net revenue interest before payout with the option to convert your reserved override to a proportionate 25% working interest after payout. These are the same terms as set forth in my proposal letter dated August 30, 1996.

David Goodnow
October 24, 1996
Page 2

We would appreciate hearing back from you at your earliest possible convenience. If you have any questions, please contact me at 918/491-4176.

Very truly yours,

A handwritten signature in dark ink, appearing to read "Rock A. Quinn". The signature is stylized with a large, looped "R" and a cursive "Quinn".

Rock A. Quinn
Senior Landman

RAQ:rkw

angel:foa



InterCoast Oil and Gas Company
7130 South Lewis Avenue
Suite 700
Tulsa, Oklahoma 74136
918 488-8283 Telephone
918 488-8182 Fax

October 24, 1996

William A. Hudson, II and
Betty C. Hudson
616 Texas St.
Ft. Worth, TX 76102

RE: Well Proposal
N/2 Section 20-20S-28E
Eddy County, NM
IOGC's Angell Ranch Prospect

Dear Mr. and Mrs. Hudson:

By letter dated August 30, 1996, InterCoast Oil and Gas Company ("IOGC") proposed the drilling of an 11,250' Morrow well to be located in the NE/4 of Section 20-20S-28E, Eddy County, New Mexico. IOGC has obtained a 47.5% working interest in the N/2 of Section 20-20S-28E. Accordingly, we have prepared and enclose for your review and comments a copy of IOGC's proposed Operating Agreement covering the captioned area. Also enclosed are two (2) copies of our AFE for the drilling of the well.

Should you desire to participate, please sign, date and return one (1) copy of the AFE together with any comments you may have in regard to the proposed Operating Agreement. At such time as the working interest owners are finalized and any comments reviewed, we will furnish each working interest owner with a signed copy of the Operating Agreement for execution.

As an alternative, IOGC proposes that you farmout your interest, delivering a 75% net revenue interest before payout with the option to convert your reserved override to a proportionate 25% working interest after payout. These are the same terms as set forth in my proposal letter dated August 30, 1996.

William A. Hudson, II and
Betty C. Hudson
October 24, 1996
Page 2

We would appreciate hearing back from you at your earliest possible convenience. If you have any questions, please contact me at 918/491-4176.

Very truly yours,

A handwritten signature in dark ink, appearing to read "Rock A. Quinn". The signature is stylized with a large, looping "Q" and a cursive "n".

Rock A. Quinn
Senior Landman

RAQ:rkw

angel:oa



InterCoast Oil and Gas Company
7130 South Lewis Avenue
Suite 700
Tulsa, Oklahoma 74136
918 488-8283 Telephone
918 488-8182 Fax

October 24, 1996

Devon Energy Corporation
20 North Broadway, Suite 1500
Oklahoma City, OK 73102

RE: Well Proposal
N/2 Section 20-20S-28E
Eddy County, NM
IOGC's Angell Ranch Prospect

Gentlemen:

By letter dated August 30, 1996, InterCoast Oil and Gas Company ("IOGC") proposed the drilling of an 11,250' Morrow well to be located in the NE/4 of Section 20-20S-28E, Eddy County, New Mexico. IOGC has obtained a 47.5% working interest in the N/2 of Section 20-20S-28E. Accordingly, we have prepared and enclose for your review and comments a copy of IOGC's proposed Operating Agreement covering the captioned area. Also enclosed are two (2) copies of our AFE for the drilling of the well.

Should you desire to participate, please sign, date and return one (1) copy of the AFE together with any comments you may have in regard to the proposed Operating Agreement. At such time as the working interest owners are finalized and any comments reviewed, we will furnish each working interest owner with a signed copy of the Operating Agreement for execution.

As an alternative, IOGC proposes that you farmout your interest, delivering a 75% net revenue interest before payout with the option to convert your reserved override to a proportionate 25% working interest after payout. These are the same terms as set forth in my proposal letter dated August 30, 1996.

Devon Energy Corporation
October 24, 1996
Page 2

We would appreciate hearing back from you at your earliest possible convenience. If you have any questions, please contact me at 918/491-4176.

Very truly yours,

A handwritten signature in dark ink, appearing to read "Rock A. Quinn". The signature is fluid and cursive, with the first name "Rock" being more prominent.

Rock A. Quinn
Senior Landman

RAQ:rkw

angel:oa



InterCoast Oil and Gas Company
7130 South Lewis Avenue
Suite 700
Tulsa, Oklahoma 74136
918 488-8283 Telephone
918 488-8182 Fax

October 24, 1996

Edward H. Judson and
Marilyn M. Judson
400 West Illinois, Suite 1100
Midland, TX 79701

RE: Well Proposal
N/2 Section 20-20S-28E
Eddy County, NM
IOGC's Angell Ranch Prospect

Dear Mr. and Mrs. Judson:

By letter dated August 30, 1996, InterCoast Oil and Gas Company ("IOGC") proposed the drilling of an 11,250' Morrow well to be located in the NE/4 of Section 20-20S-28E, Eddy County, New Mexico. IOGC has obtained a 47.5% working interest in the N/2 of Section 20-20S-28E. Accordingly, we have prepared and enclose for your review and comments a copy of IOGC's proposed Operating Agreement covering the captioned area. Also enclosed are two (2) copies of our AFE for the drilling of the well.

Should you desire to participate, please sign, date and return one (1) copy of the AFE together with any comments you may have in regard to the proposed Operating Agreement. At such time as the working interest owners are finalized and any comments reviewed, we will furnish each working interest owner with a signed copy of the Operating Agreement for execution.

As an alternative, IOGC proposes that you farmout your interest, delivering a 75% net revenue interest before payout with the option to convert your reserved override to a proportionate 25% working interest after payout. These are the same terms as set forth in my proposal letter dated August 30, 1996.

Edward H. Judson and
Marilyn M. Judson
October 24, 1996
Page 2

We would appreciate hearing back from you at your earliest possible convenience. If you have any questions, please contact me at 918/491-4176.

Very truly yours,

A handwritten signature in dark ink, appearing to read "Rock A. Quinn". The signature is stylized with a large, looped "R" and a cursive "Quinn".

Rock A. Quinn
Senior Landman

RAQ:rkw

angel:oa



InterCoast Oil and Gas Company
7130 South Lewis Avenue
Suite 700
Tulsa, Oklahoma 74136
918 488-8283 Telephone
918 488-8182 Fax

October 24, 1996

Frances B. Bunn
2493 Makiki Heights Drive
Honolulu, Hawaii 96822

RE: Well Proposal
N/2 Section 20-20S-28E
Eddy County, NM
IOGC's Angell Ranch Prospect

Dear Ms. Bunn:

By letter dated August 30, 1996, InterCoast Oil and Gas Company ("IOGC") proposed the drilling of an 11,250' Morrow well to be located in the NE/4 of Section 20-20S-28E, Eddy County, New Mexico. IOGC has obtained a 47.5% working interest in the N/2 of Section 20-20S-28E. Accordingly, we have prepared and enclose for your review and comments a copy of IOGC's proposed Operating Agreement covering the captioned area. Also enclosed are two (2) copies of our AFE for the drilling of the well.

Should you desire to participate, please sign, date and return one (1) copy of the AFE together with any comments you may have in regard to the proposed Operating Agreement. At such time as the working interest owners are finalized and any comments reviewed, we will furnish each working interest owner with a signed copy of the Operating Agreement for execution.

As an alternative, IOGC proposes that you farmout your interest, delivering a 75% net revenue interest before payout with the option to convert your reserved override to a proportionate 25% working interest after payout. These are the same terms as set forth in my proposal letter dated August 30, 1996.

Frances B. Bunn
October 24, 1996
Page 2

We would appreciate hearing back from you at your earliest possible convenience. If you have any questions, please contact me at 918/491-4176.

Very truly yours,

A handwritten signature in dark ink, appearing to read "Rock A. Quinn". The signature is fluid and cursive, with the first name "Rock" and last name "Quinn" clearly distinguishable.

Rock A. Quinn
Senior Landman

RAQ:rkw

ange:jja



InterCoast Oil and Gas

October 24, 1996

InterCoast Oil and Gas Company
7130 South Lewis Avenue
Suite 700
Tulsa, Oklahoma 74136
918 488-8283 Telephone
918 488-8182 Fax

Claremont Corp.
P. O. Box 549
Claremont, OK 74017

RE: Well Proposal
N/2 Section 20-20S-28E
Eddy County, NM
IOGC's Angell Ranch Prospect

Gentlemen:

By letter dated June 17, 1996, InterCoast Oil and Gas Company ("IOGC") proposed the drilling of an 11,250' Morrow well to be located in the NE/4 of Section 20-20S-28E, Eddy County, New Mexico. IOGC has obtained a 47.5% working interest in the N/2 of Section 20-20S-28E. Accordingly, we have prepared and enclose for your review and comments a copy of IOGC's proposed Operating Agreement covering the captioned area. Also enclosed are two (2) copies of our AFE for the drilling of the well.

Should you desire to participate, please sign, date and return one (1) copy of the AFE together with any comments you may have in regard to the proposed Operating Agreement. At such time as the working interest owners are finalized and any comments reviewed, we will furnish each working interest owner with a signed copy of the Operating Agreement for execution.

As an alternative, IOGC proposes that you farmout your interest, delivering a 75% net revenue interest before payout with the option to convert your reserved override to a proportionate 25% working interest after payout.

We would appreciate hearing back from you at your earliest possible convenience. If you have any questions, please contact me at 918/491-4176.

Very truly yours,



Rock A. Quinn
Senior Landman

RAQ:rkw

angeljoa



InterCoast Oil and Gas Company
7130 South Lewis Avenue
Suite 700
Tulsa, Oklahoma 74136
918 488-8283 Telephone
918 488-8182 Fax

November 11, 1996

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

RE: Well Proposal
E/2 Section 20-20S-28E
Eddy County, NM
IOGC's Angell Ranch Prospect

Dear Mr. and Mrs. Hudson:

InterCoast Oil and Gas Company ("IOGC") hereby proposes the drilling of a well to be located 990' FNL and 990' FEL of Section 20-20S-28E, Eddy County, New Mexico. IOGC proposes that the test well be drilled to a depth of approximately 11,250' in order to sufficiently test the Morrow Sand formation. Dry hole costs are estimated to be \$405,000, with total completed well costs estimated at \$697,000.

Enclosed are two copies of the AFE for your review and approval. If you should desire to participate, please sign and return one copy of the AFE together with any comments you may have regarding the Operating Agreement previously submitted for your consideration. IOGC has acquired the interest of Kerr-McGee in the NE/4 of Section 20. As you are aware, IOGC has previously proposed the drilling of this well on the basis of a N/2 Section 20 unit. Pursuant to our recent meeting with Yates Petroleum Corporation, it was mutually agreed that an E/2 Section 20 unit would accommodate additional drilling opportunities in the W/2 thereof.

If you do not wish to participate in the proposed test well, IOGC proposes that you grant us a farmout of your interest in the E/2 of Section 20-20S-28E under the following terms:

1. On or before 60 days following the execution date of a definitive agreement, IOGC would commence or cause the commencement of an 11,250' Morrow Sand test at a location 990' FNL and 990' FEL of Section 20-20S-28E, Eddy County, New Mexico.

NEW MEXICO
OIL CONSERVATION DIVISION

EXHIBIT 2F

NEW MEXICO
DEPARTMENT OF CONSERVATION

EXHIBIT _____

CASE NO. _____

William A. Hudson, II and
Betty C. Hudson
November 11, 1996
Page 2

2. In the event the test well results in a well capable of producing in commercial quantities, IOGC would earn an assignment of your interest in the E/2 of Section 20 from the surface of the earth to the total depth drilled in the test well.
3. You would reserve in such assignment a 1/8th of 8/8ths overriding royalty interest which would absorb all burdens in excess of the usual 1/8th royalty, and would be proportionately reduced to the interest being assigned.

Due to time constraints on the commencement of the proposed well, IOGC has filed an application for compulsory pooling and an unorthodox well location with the New Mexico Oil Conservation Division. This matter will be heard at 8:15 a.m. on Thursday, December 5, 1996 at the Division's office at 2040 South Pacheco Street, Santa Fe, New Mexico. Failure to appear at that time will preclude you from contesting this matter at a later date. However, we would like to obtain your voluntary joinder in the well, and we would appreciate discussing this proposal with you at your earliest convenience.

Very truly yours,



Rock A. Quinn
Senior Landman

RAQ:rkw
Enclosures (2)



InterCoast Oil and Gas Company
7130 South Lewis Avenue
Suite 700
Tulsa, Oklahoma 74136
918 488-8283 Telephone
918 488-8182 Fax

November 11, 1996

David Goodnow
230 Ridgefield Road
Wilton, CT 06897

RE: Well Proposal
E/2 Section 20-20S-28E
Eddy County, NM
IOGC's Angell Ranch Prospect

Dear Mr. Goodnow:

InterCoast Oil and Gas Company ("IOGC") hereby proposes the drilling of a well to be located 990' FNL and 990' FEL of Section 20-20S-28E, Eddy County, New Mexico. IOGC proposes that the test well be drilled to a depth of approximately 11,250' in order to sufficiently test the Morrow Sand formation. Dry hole costs are estimated to be \$405,000, with total completed well costs estimated at \$697,000.

Enclosed are two copies of the AFE for your review and approval. If you should desire to participate, please sign and return one copy of the AFE together with any comments you may have regarding the Operating Agreement previously submitted for your consideration. IOGC has acquired the interest of Kerr-McGee in the NE/4 of Section 20. As you are aware, IOGC has previously proposed the drilling of this well on the basis of a N/2 Section 20 unit. Pursuant to our recent meeting with Yates Petroleum Corporation, it was mutually agreed that an E/2 Section 20 unit would accomodate additional drilling opportunities in the W/2 thereof.

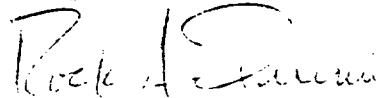
If you do not wish to participate in the proposed test well, IOGC proposes that you grant us a farmout of your interest in the E/2 of Section 20-20S-28E under the following terms:

1. On or before 60 days following the execution date of a definitive agreement, IOGC would commence or cause the commencement of an 11,250' Morrow Sand test at a location 990' FNL and 990' FEL of Section 20-20S-28E, Eddy County, New Mexico.

2. In the event the test well results in a well capable of producing in commercial quantities, IOGC would earn an assignment of your interest in the E/2 of Section 20 from the surface of the earth to the total depth drilled in the test well.
3. You would reserve in such assignment a 1/8th of 8/8ths overriding royalty interest which would absorb all burdens in excess of the usual 1/8th royalty, and would be proportionately reduced to the interest being assigned.

Due to time constraints on the commencement of the proposed well, IOGC has filed an application for compulsory pooling and an unorthodox well location with the New Mexico Oil Conservation Division. This matter will be heard at 8:15 a.m. on Thursday, December 5, 1996 at the Division's office at 2040 South Pacheco Street, Santa Fe, New Mexico. Failure to appear at that time will preclude you from contesting this matter at a later date. However, we would like to obtain your voluntary joinder in the well, and we would appreciate discussing this proposal with you at your earliest convenience.

Very truly yours,



Rock A. Quinn
Senior Landman

RAQ:rkw
Enclosures (2)



InterCoast Oil and Gas Company
7130 South Lewis Avenue
Suite 700
Tulsa, Oklahoma 74136
918 488-8283 Telephone
918 488-8182 Fax

November 11, 1996

Mary Hudson Ard
4808 Westridge Avenue
Ft. Worth, TX 76116

RE: Well Proposal
E/2 Section 20-20S-28E
Eddy County, NM
IOGC's Angell Ranch Prospect

Dear Ms. Ard:

InterCoast Oil and Gas Company ("IOGC") hereby proposes the drilling of a well to be located 990' FNL and 990' FEL of Section 20-20S-28E, Eddy County, New Mexico. IOGC proposes that the test well be drilled to a depth of approximately 11,250' in order to sufficiently test the Morrow Sand formation. Dry hole costs are estimated to be \$405,000, with total completed well costs estimated at \$697,000.

Enclosed are two copies of the AFE for your review and approval. If you should desire to participate, please sign and return one copy of the AFE together with any comments you may have regarding the Operating Agreement previously submitted for your consideration. IOGC has acquired the interest of Kerr-McGee in the NE/4 of Section 20. As you are aware, IOGC has previously proposed the drilling of this well on the basis of a N/2 Section 20 unit. Pursuant to our recent meeting with Yates Petroleum Corporation, it was mutually agreed that an E/2 Section 20 unit would accommodate additional drilling opportunities in the W/2 thereof.

If you do not wish to participate in the proposed test well, IOGC proposes that you grant us a farmout of your interest in the E/2 of Section 20-20S-28E under the following terms:

1. On or before 60 days following the execution date of a definitive agreement, IOGC would commence or cause the commencement of an 11,250' Morrow Sand test at a location 990' FNL and 990' FEL of Section 20-20S-28E, Eddy County, New Mexico.

2. In the event the test well results in a well capable of producing in commercial quantities, IOGC would earn an assignment of your interest in the E/2 of Section 20 from the surface of the earth to the total depth drilled in the test well.
3. You would reserve in such assignment a 1/8th of 8/8ths overriding royalty interest which would absorb all burdens in excess of the usual 1/8th royalty, and would be proportionately reduced to the interest being assigned.

Due to time constraints on the commencement of the proposed well, IOGC has filed an application for compulsory pooling and an unorthodox well location with the New Mexico Oil Conservation Division. This matter will be heard at 8:15 a.m. on Thursday, December 5, 1996 at the Division's office at 2040 South Pacheco Street, Santa Fe, New Mexico. Failure to appear at that time will preclude you from contesting this matter at a later date. However, we would like to obtain your voluntary joinder in the well, and we would appreciate discussing this proposal with you at your earliest convenience.

Very truly yours,



Rock A. Quinn
Senior Landman

RAQ:rkw
Enclosures (2)



InterCoast Oil and Gas Company
7130 South Lewis Avenue
Suite 700
Tulsa, Oklahoma 74136
918 488-8283 Telephone
918 488-8182 Fax

November 11, 1996

Isaac A. Kawasaki
734 Kalanipuu
Honolulu, HI 96825

RE: Well Proposal
E/2 Section 20-20S-28E
Eddy County, NM
IOGC's Angell Ranch Prospect

Dear Mr. Kawasaki:

InterCoast Oil and Gas Company ("IOGC") hereby proposes the drilling of a well to be located 990' FNL and 990' FEL of Section 20-20S-28E, Eddy County, New Mexico. IOGC proposes that the test well be drilled to a depth of approximately 11,250' in order to sufficiently test the Morrow Sand formation. Dry hole costs are estimated to be \$405,000, with total completed well costs estimated at \$697,000.

Enclosed are two copies of the AFE for your review and approval. If you should desire to participate, please sign and return one copy of the AFE together with any comments you may have regarding the Operating Agreement previously submitted for your consideration. IOGC has acquired the interest of Kerr-McGee in the NE/4 of Section 20. As you are aware, IOGC has previously proposed the drilling of this well on the basis of a N/2 Section 20 unit. Pursuant to our recent meeting with Yates Petroleum Corporation, it was mutually agreed that an E/2 Section 20 unit would accommodate additional drilling opportunities in the W/2 thereof.

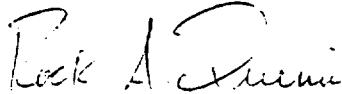
If you do not wish to participate in the proposed test well, IOGC proposes that you grant us a farmout of your interest in the E/2 of Section 20-20S-28E under the following terms:

1. On or before 60 days following the execution date of a definitive agreement, IOGC would commence or cause the commencement of an 11,250' Morrow Sand test at a location 990' FNL and 990' FEL of Section 20-20S-28E, Eddy County, New Mexico.

2. In the event the test well results in a well capable of producing in commercial quantities, IOGC would earn an assignment of your interest in the E/2 of Section 20 from the surface of the earth to the total depth drilled in the test well.
3. You would reserve in such assignment a 1/8th of 8/8ths overriding royalty interest which would absorb all burdens in excess of the usual 1/8th royalty, and would be proportionately reduced to the interest being assigned.

Due to time constraints on the commencement of the proposed well, IOGC has filed an application for compulsory pooling and an unorthodox well location with the New Mexico Oil Conservation Division. This matter will be heard at 8:15 a.m. on Thursday, December 5, 1996 at the Division's office at 2040 South Pacheco Street, Santa Fe, New Mexico. Failure to appear at that time will preclude you from contesting this matter at a later date. However, we would like to obtain your voluntary joinder in the well, and we would appreciate discussing this proposal with you at your earliest convenience.

Very truly yours,



Rock A. Quinn
Senior Landman

RAQ:rkw
Enclosures (2)



InterCoast Oil and Gas Company
7130 South Lewis Avenue
Suite 700
Tulsa, Oklahoma 74136
918-488-8283 Telephone
918-488-8182 Fax

November 11, 1996

Betsy H. Keller
2524 Union Street
San Francisco, CA 94123

RE: Well Proposal
E/2 Section 20-20S-28E
Eddy County, NM
IOGC's Angell Ranch Prospect

Dear Ms. Keller:

InterCoast Oil and Gas Company ("IOGC") hereby proposes the drilling of a well to be located 990' FNL and 990' FEL of Section 20-20S-28E, Eddy County, New Mexico. IOGC proposes that the test well be drilled to a depth of approximately 11,250' in order to sufficiently test the Morrow Sand formation. Dry hole costs are estimated to be \$405,000, with total completed well costs estimated at \$697,000.

Enclosed are two copies of the AFE for your review and approval. If you should desire to participate, please sign and return one copy of the AFE together with any comments you may have regarding the Operating Agreement previously submitted for your consideration. IOGC has acquired the interest of Kerr-McGee in the NE/4 of Section 20. As you are aware, IOGC has previously proposed the drilling of this well on the basis of a N/2 Section 20 unit. Pursuant to our recent meeting with Yates Petroleum Corporation, it was mutually agreed that an E/2 Section 20 unit would accommodate additional drilling opportunities in the W/2 thereof.

If you do not wish to participate in the proposed test well, IOGC proposes that you grant us a farmout of your interest in the E/2 of Section 20-20S-28E under the following terms:

1. On or before 60 days following the execution date of a definitive agreement, IOGC would commence or cause the commencement of an 11,250' Morrow Sand test at a location 990' FNL and 990' FEL of Section 20-20S-28E, Eddy County, New Mexico.

2. In the event the test well results in a well capable of producing in commercial quantities, IOGC would earn an assignment of your interest in the E/2 of Section 20 from the surface of the earth to the total depth drilled in the test well.
3. You would reserve in such assignment a 1/8th of 8/8ths overriding royalty interest which would absorb all burdens in excess of the usual 1/8th royalty, and would be proportionately reduced to the interest being assigned.

Due to time constraints on the commencement of the proposed well, IOGC has filed an application for compulsory pooling and an unorthodox well location with the New Mexico Oil Conservation Division. This matter will be heard at 8:15 a.m. on Thursday, December 5, 1996 at the Division's office at 2040 South Pacheco Street, Santa Fe, New Mexico. Failure to appear at that time will preclude you from contesting this matter at a later date. However, we would like to obtain your voluntary joinder in the well, and we would appreciate discussing this proposal with you at your earliest convenience.

Very truly yours,



Rock A. Quinn
Senior Landman

RAQ:rkw
Enclosures (2)



InterCoast Oil and Gas Company
7130 South Lewis Avenue
Suite 700
Tulsa, Oklahoma 74136
918 488-8283 Telephone
918 488-8182 Fax

November 11, 1996

E. G. Holden Testamentary Trust
2524 Union Street
San Francisco, CA 94123

RE: Well Proposal
E/2 Section 20-20S-28E
Eddy County, NM
IOGC's Angell Ranch Prospect

Gentlemen:

InterCoast Oil and Gas Company ("IOGC") hereby proposes the drilling of a well to be located 990' FNL and 990' FEL of Section 20-20S-28E, Eddy County, New Mexico. IOGC proposes that the test well be drilled to a depth of approximately 11,250' in order to sufficiently test the Morrow Sand formation. Dry hole costs are estimated to be \$405,000, with total completed well costs estimated at \$697,000.

Enclosed are two copies of the AFE for your review and approval. If you should desire to participate, please sign and return one copy of the AFE together with any comments you may have regarding the Operating Agreement previously submitted for your consideration. IOGC has acquired the interest of Kerr-McGee in the NE/4 of Section 20. As you are aware, IOGC has previously proposed the drilling of this well on the basis of a N/2 Section 20 unit. Pursuant to our recent meeting with Yates Petroleum Corporation, it was mutually agreed that an E/2 Section 20 unit would accommodate additional drilling opportunities in the W/2 thereof.

If you do not wish to participate in the proposed test well, IOGC proposes that you grant us a farmout of your interest in the E/2 of Section 20-20S-28E under the following terms:

1. On or before 60 days following the execution date of a definitive agreement, IOGC would commence or cause the commencement of an 11,250' Morrow Sand test at a location 990' FNL and 990' FEL of Section 20-20S-28E, Eddy County, New Mexico.

2. In the event the test well results in a well capable of producing in commercial quantities, IOGC would earn an assignment of your interest in the E/2 of Section 20 from the surface of the earth to the total depth drilled in the test well.
3. You would reserve in such assignment a 1/8th of 8/8ths overriding royalty interest which would absorb all burdens in excess of the usual 1/8th royalty, and would be proportionately reduced to the interest being assigned.

Due to time constraints on the commencement of the proposed well, IOGC has filed an application for compulsory pooling and an unorthodox well location with the New Mexico Oil Conservation Division. This matter will be heard at 8:15 a.m. on Thursday, December 5, 1996 at the Division's office at 2040 South Pacheco Street, Santa Fe, New Mexico. Failure to appear at that time will preclude you from contesting this matter at a later date. However, we would like to obtain your voluntary joinder in the well, and we would appreciate discussing this proposal with you at your earliest convenience.

Very truly yours,



Rock A. Quinn
Senior Landman

RAQ:rkw
Enclosures (2)



InterCoast Oil and Gas Company
7130 South Lewis Avenue
Suite 700
Tulsa, Oklahoma 74136
918 488-8283 Telephone
918 488-8182 Fax

November 11, 1996

Charles Cline Moore
138 Harvard Avenue
Mill Valley, CA 94941

RE: Well Proposal
E/2 Section 20-20S-28E
Eddy County, NM
IOGC's Angell Ranch Prospect

Dear Mr. Moore:

InterCoast Oil and Gas Company ("IOGC") hereby proposes the drilling of a well to be located 990' FNL and 990' FEL of Section 20-20S-28E, Eddy County, New Mexico. IOGC proposes that the test well be drilled to a depth of approximately 11,250' in order to sufficiently test the Morrow Sand formation. Dry hole costs are estimated to be \$405,000, with total completed well costs estimated at \$697,000.

Enclosed are two copies of the AFE for your review and approval. If you should desire to participate, please sign and return one copy of the AFE together with any comments you may have regarding the Operating Agreement previously submitted for your consideration. IOGC has acquired the interest of Kerr-McGee in the NE/4 of Section 20. As you are aware, IOGC has previously proposed the drilling of this well on the basis of a N/2 Section 20 unit. Pursuant to our recent meeting with Yates Petroleum Corporation, it was mutually agreed that an E/2 Section 20 unit would accommodate additional drilling opportunities in the W/2 thereof.

If you do not wish to participate in the proposed test well, IOGC proposes that you grant us a farmout of your interest in the E/2 of Section 20-20S-28E under the following terms:

1. On or before 60 days following the execution date of a definitive agreement, IOGC would commence or cause the commencement of an 11,250' Morrow Sand test at a location 990' FNL and 990' FEL of Section 20-20S-28E, Eddy County, New Mexico.

2. In the event the test well results in a well capable of producing in commercial quantities, IOGC would earn an assignment of your interest in the E/2 of Section 20 from the surface of the earth to the total depth drilled in the test well.
3. You would reserve in such assignment a 1/3th of 8/8ths overriding royalty interest which would absorb all burdens in excess of the usual 1/8th royalty, and would be proportionately reduced to the interest being assigned.

Due to time constraints on the commencement of the proposed well, IOGC has filed an application for compulsory pooling and an unorthodox well location with the New Mexico Oil Conservation Division. This matter will be heard at 8:15 a.m. on Thursday, December 5, 1996 at the Division's office at 2040 South Pacheco Street, Santa Fe, New Mexico. Failure to appear at that time will preclude you from contesting this matter at a later date. However, we would like to obtain your voluntary joinder in the well, and we would appreciate discussing this proposal with you at your earliest convenience.

Very truly yours,



Rock A. Quinn
Senior Landman

RAQ:rkw
Enclosures (2)



InterCoast Oil and Gas Company
7130 South Lewis Avenue
Suite 700
Tulsa, Oklahoma 74136
918 488-8283 Telephone
918 488-8182 Fax

November 11, 1996

Frederick Van Vranken
Cedar Swamp Road, Box 264
Jericho, NY 11753

RE: Well Proposal
E/2 Section 20-20S-28E
Eddy County, NM
IOGC's Angell Ranch Prospect

Dear Mr. Vranken:

InterCoast Oil and Gas Company ("IOGC") hereby proposes the drilling of a well to be located 990' FNL and 990' FEL of Section 20-20S-28E, Eddy County, New Mexico. IOGC proposes that the test well be drilled to a depth of approximately 11,250' in order to sufficiently test the Morrow Sand formation. Dry hole costs are estimated to be \$405,000, with total completed well costs estimated at \$697,000.

Enclosed are two copies of the AFE for your review and approval. If you should desire to participate, please sign and return one copy of the AFE together with any comments you may have regarding the Operating Agreement previously submitted for your consideration. IOGC has acquired the interest of Kerr-McGee in the NE/4 of Section 20. As you are aware, IOGC has previously proposed the drilling of this well on the basis of a N/2 Section 20 unit. Pursuant to our recent meeting with Yates Petroleum Corporation, it was mutually agreed that an E/2 Section 20 unit would accommodate additional drilling opportunities in the W/2 thereof.

If you do not wish to participate in the proposed test well, IOGC proposes that you grant us a farmout of your interest in the E/2 of Section 20-20S-28E under the following terms:

1. On or before 60 days following the execution date of a definitive agreement, IOGC would commence or cause the commencement of an 11,250' Morrow Sand test at a location 990' FNL and 990' FEL of Section 20-20S-28E, Eddy County, New Mexico.

2. In the event the test well results in a well capable of producing in commercial quantities, IOGC would earn an assignment of your interest in the E/2 of Section 20 from the surface of the earth to the total depth drilled in the test well.
3. You would reserve in such assignment a 1/8th of 8/8ths overriding royalty interest which would absorb all burdens in excess of the usual 1/8th royalty, and would be proportionately reduced to the interest being assigned.

Due to time constraints on the commencement of the proposed well, IOGC has filed an application for compulsory pooling and an unorthodox well location with the New Mexico Oil Conservation Division. This matter will be heard at 8:15 a.m. on Thursday, December 5, 1996 at the Division's office at 2040 South Pacheco Street, Santa Fe, New Mexico. Failure to appear at that time will preclude you from contesting this matter at a later date. However, we would like to obtain your voluntary joinder in the well, and we would appreciate discussing this proposal with you at your earliest convenience.

Very truly yours,



Rock A. Quinn
Senior Landman

RAQ:rkw
Enclosures (2)



InterCoast Oil and Gas Company
7130 South Lewis Avenue
Suite 700
Tulsa, Oklahoma 74136
918 488-8283 Telephone
918 488-8182 Fax

November 11, 1996

Ernie Bello
3325 Ala Akulikuli
Honolulu, Hawaii 96818-2215

RE: Well Proposal
E/2 Section 20-20S-28E
Eddy County, NM
IOGC's Angell Ranch Prospect

Dear Mr. Bello:

InterCoast Oil and Gas Company ("IOGC") hereby proposes the drilling of a well to be located 990' FNL and 990' FEL of Section 20-20S-28E, Eddy County, New Mexico. IOGC proposes that the test well be drilled to a depth of approximately 11,250' in order to sufficiently test the Morrow Sand formation. Dry hole costs are estimated to be \$405,000, with total completed well costs estimated at \$697,000.

Enclosed are two copies of the AFE for your review and approval. If you should desire to participate, please sign and return one copy of the AFE together with any comments you may have regarding the Operating Agreement previously submitted for your consideration. IOGC has acquired the interest of Kerr-McGee in the NE/4 of Section 20. As you are aware, IOGC has previously proposed the drilling of this well on the basis of a N/2 Section 20 unit. Pursuant to our recent meeting with Yates Petroleum Corporation, it was mutually agreed that an E/2 Section 20 unit would accomodate additional drilling opportunities in the W/2 thereof.

If you do not wish to participate in the proposed test well, IOGC proposes that you grant us a farmout of your interest in the E/2 of Section 20-20S-28E under the following terms:

1. On or before 60 days following the execution date of a definitive agreement, IOGC would commence or cause the commencement of an 11,250' Morrow Sand test at a location 990' FNL and 990' FEL of Section 20-20S-28E, Eddy County, New Mexico.

Ernie Bello
November 11, 1996
Page 2

2. In the event the test well results in a well capable of producing in commercial quantities, IOGC would earn an assignment of your interest in the E/2 of Section 20 from the surface of the earth to the total depth drilled in the test well.
3. You would reserve in such assignment a 1/8th of 8/8ths overriding royalty interest which would absorb all burdens in excess of the usual 1/8th royalty, and would be proportionately reduced to the interest being assigned.

Due to time constraints on the commencement of the proposed well, IOGC has filed an application for compulsory pooling and an unorthodox well location with the New Mexico Oil Conservation Division. This matter will be heard at 8:15 a.m. on Thursday, December 5, 1996 at the Division's office at 2040 South Pacheco Street, Santa Fe, New Mexico. Failure to appear at that time will preclude you from contesting this matter at a later date. However, we would like to obtain your voluntary joinder in the well, and we would appreciate discussing this proposal with you at your earliest convenience.

Very truly yours,



Rock A. Quinn
Senior Landman

RAQ:rkw
Enclosures (2)

5anglpro



InterCoast Oil and Gas Company
7130 South Lewis Avenue
Suite 700
Tulsa, Oklahoma 74136
918 488-8283 Telephone
918 488-8182 Fax

November 11, 1996

Yates Petroleum Corp.
105 S. 4th Street
Artesia, NM 87196

RE: Well Proposal
E/2 Section 20-20S-28E
Eddy County, NM
IOGC's Angell Ranch Prospect

Gentlemen:

InterCoast Oil and Gas Company ("IOGC") hereby proposes the drilling of a well to be located 990' FNL and 990' FEL of Section 20-20S-28E, Eddy County, New Mexico. IOGC proposes that the test well be drilled to a depth of approximately 11,250' in order to sufficiently test the Morrow Sand formation. Dry hole costs are estimated to be \$405,000, with total completed well costs estimated at \$697,000.

Enclosed are two copies of the AFE for your review and approval. If you should desire to participate, please sign and return one copy of the AFE together with any comments you may have regarding the Operating Agreement previously submitted for your consideration. IOGC has acquired the interest of Kerr-McGee in the NE/4 of Section 20. As you are aware, IOGC has previously proposed the drilling of this well on the basis of a N/2 Section 20 unit. Pursuant to our recent meeting with Yates Petroleum Corporation, it was mutually agreed that an E/2 Section 20 unit would accomodate additional drilling opportunities in the W/2 thereof.

If you do not wish to participate in the proposed test well, IOGC proposes that you grant us a farmout of your interest in the E/2 of Section 20-20S-28E under the following terms:

1. On or before 60 days following the execution date of a definitive agreement, IOGC would commence or cause the commencement of an 11,250' Morrow Sand test at a location 990' FNL and 990' FEL of Section 20-20S-28E, Eddy County, New Mexico.

2. In the event the test well results in a well capable of producing in commercial quantities, IOGC would earn an assignment of your interest in the E/2 of Section 20 from the surface of the earth to the total depth drilled in the test well.
3. You would reserve in such assignment a 1/8th of 8/8ths overriding royalty interest which would absorb all burdens in excess of the usual 1/8th royalty, and would be proportionately reduced to the interest being assigned.

Due to time constraints on the commencement of the proposed well, IOGC has filed an application for compulsory pooling and an unorthodox well location with the New Mexico Oil Conservation Division. This matter will be heard at 8:15 a.m. on Thursday, December 5, 1996 at the Division's office at 2040 South Pacheco Street, Santa Fe, New Mexico. Failure to appear at that time will preclude you from contesting this matter at a later date. However, we would like to obtain your voluntary joinder in the well, and we would appreciate discussing this proposal with you at your earliest convenience.

Very truly yours,



Rock A. Quinn
Senior Landman

RAQ:rkw
Enclosures (2)



InterCoast Oil and Gas Company
7130 South Lewis Avenue
Suite 700
Tulsa, Oklahoma 74136
918 488-8283 Telephone
918 488-8182 Fax

November 11, 1996

Hayes Properties, Inc.
P. O. Box 3700
Midland, TX 79702

RE: Well Proposal
E/2 Section 20-20S-28E
Eddy County, NM
IOGC's Angell Ranch Prospect

Gentlemen:

InterCoast Oil and Gas Company ("IOGC") hereby proposes the drilling of a well to be located 990' FNL and 990' FEL of Section 20-20S-28E, Eddy County, New Mexico. IOGC proposes that the test well be drilled to a depth of approximately 11,250' in order to sufficiently test the Morrow Sand formation. Dry hole costs are estimated to be \$405,000, with total completed well costs estimated at \$697,000.

Enclosed are two copies of the AFE for your review and approval. If you should desire to participate, please sign and return one copy of the AFE together with any comments you may have regarding the Operating Agreement previously submitted for your consideration. IOGC has acquired the interest of Kerr-McGee in the NE/4 of Section 20. As you are aware, IOGC has previously proposed the drilling of this well on the basis of a N/2 Section 20 unit. Pursuant to our recent meeting with Yates Petroleum Corporation, it was mutually agreed that an E/2 Section 20 unit would accommodate additional drilling opportunities in the W/2 thereof.

If you do not wish to participate in the proposed test well, IOGC proposes that you grant us a farmout of your interest in the E/2 of Section 20-20S-28E under the following terms:

1. On or before 60 days following the execution date of a definitive agreement, IOGC would commence or cause the commencement of an 11,250' Morrow Sand test at a location 990' FNL and 990' FEL of Section 20-20S-28E, Eddy County, New Mexico.

2. In the event the test well results in a well capable of producing in commercial quantities, IOGC would earn an assignment of your interest in the E/2 of Section 20 from the surface of the earth to the total depth drilled in the test well.
3. You would reserve in such assignment a 1/8th of 8/8ths overriding royalty interest which would absorb all burdens in excess of the usual 1/8th royalty, and would be proportionately reduced to the interest being assigned.

Due to time constraints on the commencement of the proposed well, IOGC has filed an application for compulsory pooling and an unorthodox well location with the New Mexico Oil Conservation Division. This matter will be heard at 8:15 a.m. on Thursday, December 5, 1996 at the Division's office at 2040 South Pacheco Street, Santa Fe, New Mexico. Failure to appear at that time will preclude you from contesting this matter at a later date. However, we would like to obtain your voluntary joinder in the well, and we would appreciate discussing this proposal with you at your earliest convenience.

Very truly yours,



Rock A. Quinn
Senior Landman

RAQ:rkw
Enclosures (2)



InterCoast Oil and Gas Company
7130 South Lewis Avenue
Suite 700
Tulsa, Oklahoma 74136
918 488-8283 Telephone
918 488-8182 Fax

November 11, 1996

Frances B. Bunn
2493 Makiki Heights Drive
Honolulu, Hawaii 96822

RE: Well Proposal
E/2 Section 20-20S-28E
Eddy County, NM
IOGC's Angell Ranch Prospect

Dear Ms. Bunn:

InterCoast Oil and Gas Company ("IOGC") hereby proposes the drilling of a well to be located 990' FNL and 990' FEL of Section 20-20S-28E, Eddy County, New Mexico. IOGC proposes that the test well be drilled to a depth of approximately 11,250' in order to sufficiently test the Morrow Sand formation. Dry hole costs are estimated to be \$405,000, with total completed well costs estimated at \$697,000.

Enclosed are two copies of the AFE for your review and approval. If you should desire to participate, please sign and return one copy of the AFE together with any comments you may have regarding the Operating Agreement previously submitted for your consideration. IOGC has acquired the interest of Kerr-McGee in the NE/4 of Section 20. As you are aware, IOGC has previously proposed the drilling of this well on the basis of a N/2 Section 20 unit. Pursuant to our recent meeting with Yates Petroleum Corporation, it was mutually agreed that an E/2 Section 20 unit would accomodate additional drilling opportunities in the W/2 thereof.

If you do not wish to participate in the proposed test well, IOGC proposes that you grant us a farmout of your interest in the E/2 of Section 20-20S-28E under the following terms:

1. On or before 60 days following the execution date of a definitive agreement, IOGC would commence or cause the commencement of an 11,250' Morrow Sand test at a location 990' FNL and 990' FEL of Section 20-20S-28E, Eddy County, New Mexico.

2. In the event the test well results in a well capable of producing in commercial quantities, IOGC would earn an assignment of your interest in the E/2 of Section 20 from the surface of the earth to the total depth drilled in the test well.
3. You would reserve in such assignment a 1/8th of 8/8ths overriding royalty interest which would absorb all burdens in excess of the usual 1/8th royalty, and would be proportionately reduced to the interest being assigned.

Due to time constraints on the commencement of the proposed well, IOGC has filed an application for compulsory pooling and an unorthodox well location with the New Mexico Oil Conservation Division. This matter will be heard at 8:15 a.m. on Thursday, December 5, 1996 at the Division's office at 2040 South Pacheco Street, Santa Fe, New Mexico. Failure to appear at that time will preclude you from contesting this matter at a later date. However, we would like to obtain your voluntary joinder in the well, and we would appreciate discussing this proposal with you at your earliest convenience.

Very truly yours,



Rock A. Quinn
Senior Landman

RAQ:rkw
Enclosures (2)



InterCoast Oil and Gas Company
7130 South Lewis Avenue
Suite 700
Tulsa, Oklahoma 74136
918 488-8283 Telephone
918 488-8182 Fax

November 11, 1996

Edward H. Judson and
Marilyn M. Judson
400 West Illinois, Suite 1100
Midland, TX 79701

RE: Well Proposal
E/2 Section 20-20S-28E
Eddy County, NM
IOGC's Angell Ranch Prospect

Dear Mr. and Mrs. Judson:

InterCoast Oil and Gas Company ("IOGC") hereby proposes the drilling of a well to be located 990' FNL and 990' FEL of Section 20-20S-28E, Eddy County, New Mexico. IOGC proposes that the test well be drilled to a depth of approximately 11,250' in order to sufficiently test the Morrow Sand formation. Dry hole costs are estimated to be \$405,000, with total completed well costs estimated at \$697,000.

Enclosed are two copies of the AFE for your review and approval. If you should desire to participate, please sign and return one copy of the AFE together with any comments you may have regarding the Operating Agreement previously submitted for your consideration. IOGC has acquired the interest of Kerr-McGee in the NE/4 of Section 20. As you are aware, IOGC has previously proposed the drilling of this well on the basis of a N/2 Section 20 unit. Pursuant to our recent meeting with Yates Petroleum Corporation, it was mutually agreed that an E/2 Section 20 unit would accommodate additional drilling opportunities in the W/2 thereof.

If you do not wish to participate in the proposed test well, IOGC proposes that you grant us a farmout of your interest in the E/2 of Section 20-20S-28E under the following terms:

1. On or before 60 days following the execution date of a definitive agreement, IOGC would commence or cause the commencement of an 11,250' Morrow Sand test at a location 990' FNL and 990' FEL of Section 20-20S-28E, Eddy County, New Mexico.

Edward H. Judson and
Marilyn M. Judson
November 11, 1996
Page 2

2. In the event the test well results in a well capable of producing in commercial quantities, IOGC would earn an assignment of your interest in the E/2 of Section 20 from the surface of the earth to the total depth drilled in the test well.
3. You would reserve in such assignment a 1/8th of 8/8ths overriding royalty interest which would absorb all burdens in excess of the usual 1/8th royalty, and would be proportionately reduced to the interest being assigned.

Due to time constraints on the commencement of the proposed well, IOGC has filed an application for compulsory pooling and an unorthodox well location with the New Mexico Oil Conservation Division. This matter will be heard at 8:15 a.m. on Thursday, December 5, 1996 at the Division's office at 2040 South Pacheco Street, Santa Fe, New Mexico. Failure to appear at that time will preclude you from contesting this matter at a later date. However, we would like to obtain your voluntary joinder in the well, and we would appreciate discussing this proposal with you at your earliest convenience.

Very truly yours,



Rock A. Quinn
Senior Landman

RAQ:rkw
Enclosures (2)



InterCoast Oil and Gas Company
7130 South Lewis Avenue
Suite 700
Tulsa, Oklahoma 74136
918 488-8283 Telephone
918 488-8182 Fax

November 11, 1996

Devon Energy Corporation
20 North Broadway, Suite 1500
Oklahoma City, OK 73102

RE: Well Proposal
E/2 Section 20-20S-28E
Eddy County, NM
IOGC's Angell Ranch Prospect

Gentlemen:

InterCoast Oil and Gas Company ("IOGC") hereby proposes the drilling of a well to be located 990' FNL and 990' FEL of Section 20-20S-28E, Eddy County, New Mexico. IOGC proposes that the test well be drilled to a depth of approximately 11,250' in order to sufficiently test the Morrow Sand formation. Dry hole costs are estimated to be \$405,000, with total completed well costs estimated at \$697,000.

Enclosed are two copies of the AFE for your review and approval. If you should desire to participate, please sign and return one copy of the AFE together with any comments you may have regarding the Operating Agreement previously submitted for your consideration. IOGC has acquired the interest of Kerr-McGee in the NE/4 of Section 20. As you are aware, IOGC has previously proposed the drilling of this well on the basis of a N/2 Section 20 unit. Pursuant to our recent meeting with Yates Petroleum Corporation, it was mutually agreed that an E/2 Section 20 unit would accommodate additional drilling opportunities in the W/2 thereof.

If you do not wish to participate in the proposed test well, IOGC proposes that you grant us a farmout of your interest in the E/2 of Section 20-20S-28E under the following terms:

1. On or before 60 days following the execution date of a definitive agreement, IOGC would commence or cause the commencement of an 11,250' Morrow Sand test at a location 990' FNL and 990' FEL of Section 20-20S-28E, Eddy County, New Mexico.

2. In the event the test well results in a well capable of producing in commercial quantities, IOGC would earn an assignment of your interest in the E/2 of Section 20 from the surface of the earth to the total depth drilled in the test well.
3. You would reserve in such assignment a 1/8th of 8/8ths overriding royalty interest which would absorb all burdens in excess of the usual 1/8th royalty, and would be proportionately reduced to the interest being assigned.

Due to time constraints on the commencement of the proposed well, IOGC has filed an application for compulsory pooling and an unorthodox well location with the New Mexico Oil Conservation Division. This matter will be heard at 8:15 a.m. on Thursday, December 5, 1996 at the Division's office at 2040 South Pacheco Street, Santa Fe, New Mexico. Failure to appear at that time will preclude you from contesting this matter at a later date. However, we would like to obtain your voluntary joinder in the well, and we would appreciate discussing this proposal with you at your earliest convenience.

Very truly yours,



Rock A. Quinn
Senior Landman

RAQ:rkw
Enclosures (2)



InterCoast Oil and Gas Company
7130 South Lewis Avenue
Suite 700
Tulsa, Oklahoma 74126
918 488-8283 Telephone
918 488-8182 Fax

November 11, 1996

Brown Brothers Harriman Trust Company
Trustee of the William B. Oliver
Trust and Successor Trustee of the
Agnes Cluth Oliver Trust
2001 Ross Ave., Suite 1150
Dallas, TX 75201

RE: Well Proposal
E/2 Section 20-20S-28E
Eddy County, NM
IOGC's Angell Ranch Prospect

Gentlemen:

InterCoast Oil and Gas Company ("IOGC") hereby proposes the drilling of a well to be located 990' FNL and 990' FEL of Section 20-20S-28E, Eddy County, New Mexico. IOGC proposes that the test well be drilled to a depth of approximately 11,250' in order to sufficiently test the Morrow Sand formation. Dry hole costs are estimated to be \$405,000, with total completed well costs estimated at \$697,000.

Enclosed are two copies of the AFE for your review and approval. If you should desire to participate, please sign and return one copy of the AFE together with any comments you may have regarding the Operating Agreement previously submitted for your consideration. IOGC has acquired the interest of Kerr-McGee in the NE/4 of Section 20. As you are aware, IOGC has previously proposed the drilling of this well on the basis of a N/2 Section 20 unit. Pursuant to our recent meeting with Yates Petroleum Corporation, it was mutually agreed that an E/2 Section 20 unit would accommodate additional drilling opportunities in the W/2 thereof.

If you do not wish to participate in the proposed test well, IOGC proposes that you grant us a farmout of your interest in the E/2 of Section 20-20S-28E under the following terms:

1. On or before 60 days following the execution date of a definitive agreement, IOGC would commence or cause the commencement of an 11,250' Morrow Sand test at a location 990' FNL and 990' FEL of Section 20-20S-28E, Eddy County, New Mexico.

Brown Brothers Harriman Trust Company
Trustee of the William B. Oliver
Trust and Successor Trustee of the
Agnes Cluth Oliver Trust
November 11, 1996
Page 2

2. In the event the test well results in a well capable of producing in commercial quantities, IOGC would earn an assignment of your interest in the E/2 of Section 20 from the surface of the earth to the total depth drilled in the test well.
3. You would reserve in such assignment a 1/8th of 8/8ths overriding royalty interest which would absorb all burdens in excess of the usual 1/8th royalty, and would be proportionately reduced to the interest being assigned.

Due to time constraints on the commencement of the proposed well, IOGC has filed an application for compulsory pooling and an unorthodox well location with the New Mexico Oil Conservation Division. This matter will be heard at 8:15 a.m. on Thursday, December 5, 1996 at the Division's office at 2040 South Pacheco Street, Santa Fe, New Mexico. Failure to appear at that time will preclude you from contesting this matter at a later date. However, we would like to obtain your voluntary joinder in the well, and we would appreciate discussing this proposal with you at your earliest convenience.

Very truly yours,



Rock A. Quinn
Senior Landman

RAQ:rkw
Enclosures (2)



InterCoast Oil and Gas Company
7130 South Lewis Avenue
Suite 700
Tulsa, Oklahoma 74136
918 488-8283 Telephone
918 488-8182 Fax

November 11, 1996

LAJ Corp.
P. O. Box 10626
Midland, TX 79702-7626

RE: Well Proposal
E/2 Section 20-20S-28E
Eddy County, NM
IOGC's Angell Ranch Prospect

Gentlemen:

InterCoast Oil and Gas Company ("IOGC") hereby proposes the drilling of a well to be located 990' FNL and 990' FEL of Section 20-20S-28E, Eddy County, New Mexico. IOGC proposes that the test well be drilled to a depth of approximately 11,250' in order to sufficiently test the Morrow Sand formation. Dry hole costs are estimated to be \$405,000, with total completed well costs estimated at \$697,000.

Enclosed are two copies of the AFE for your review and approval. If you should desire to participate, please sign and return one copy of the AFE together with any comments you may have regarding the Operating Agreement previously submitted for your consideration. IOGC has acquired the interest of Kerr-McGee in the NE/4 of Section 20. As you are aware, IOGC has previously proposed the drilling of this well on the basis of a N/2 Section 20 unit. Pursuant to our recent meeting with Yates Petroleum Corporation, it was mutually agreed that an E/2 Section 20 unit would accommodate additional drilling opportunities in the W/2 thereof.

If you do not wish to participate in the proposed test well, IOGC proposes that you grant us a farmout of your interest in the E/2 of Section 20-20S-28E under the following terms:

1. On or before 60 days following the execution date of a definitive agreement, IOGC would commence or cause the commencement of an 11,250' Morrow Sand test at a location 990' FNL and 990' FEL of Section 20-20S-28E, Eddy County, New Mexico.

2. In the event the test well results in a well capable of producing in commercial quantities, IOGC would earn an assignment of your interest in the E/2 of Section 20 from the surface of the earth to the total depth drilled in the test well.
3. You would reserve in such assignment a 1/8th of 8/8ths overriding royalty interest which would absorb all burdens in excess of the usual 1/8th royalty, and would be proportionately reduced to the interest being assigned.

Due to time constraints on the commencement of the proposed well, IOGC has filed an application for compulsory pooling and an unorthodox well location with the New Mexico Oil Conservation Division. This matter will be heard at 8:15 a.m. on Thursday, December 5, 1996 at the Division's office at 2040 South Pacheco Street, Santa Fe, New Mexico. Failure to appear at that time will preclude you from contesting this matter at a later date. However, we would like to obtain your voluntary joinder in the well, and we would appreciate discussing this proposal with you at your earliest convenience.

Very truly yours,



Rock A. Quinn
Senior Landman

RAQ:rkw
Enclosures (2)



InterCoast Oil and Gas Company
7130 South Lewis Avenue
Suite 700
Tulsa, Oklahoma 74136
918 488-8283 Telephone
918 488-8182 Fax

November 11, 1996

Karen V. Martin and William H. Martin,
Trustees of the Martin Living Trust
400 West Illinois, Suite 1100
Midland, TX 79701

RE: Well Proposal
E/2 Section 20-20S-28E
Eddy County, NM
IOGC's Angell Ranch Prospect

Ladies and Gentlemen:

InterCoast Oil and Gas Company ("IOGC") hereby proposes the drilling of a well to be located 990' FNL and 990' FEL of Section 20-20S-28E, Eddy County, New Mexico. IOGC proposes that the test well be drilled to a depth of approximately 11,250' in order to sufficiently test the Morrow Sand formation. Dry hole costs are estimated to be \$405,000, with total completed well costs estimated at \$697,000.

Enclosed are two copies of the AFE for your review and approval. If you should desire to participate, please sign and return one copy of the AFE together with any comments you may have regarding the Operating Agreement previously submitted for your consideration. IOGC has acquired the interest of Kerr-McGee in the NE/4 of Section 20. As you are aware, IOGC has previously proposed the drilling of this well on the basis of a N/2 Section 20 unit. Pursuant to our recent meeting with Yates Petroleum Corporation, it was mutually agreed that an E/2 Section 20 unit would accomodate additional drilling opportunities in the W/2 thereof.

If you do not wish to participate in the proposed test well, IOGC proposes that you grant us a farmout of your interest in the E/2 of Section 20-20S-28E under the following terms:

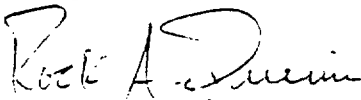
1. On or before 60 days following the execution date of a definitive agreement, IOGC would commence or cause the commencement of an 11,250' Morrow Sand test at a location 990' FNL and 990' FEL of Section 20-20S-28E, Eddy County, New Mexico.

Karen V. Martin and William H. Martin,
Trustees of the Martin Living Trust
November 11, 1996
Page 2

2. In the event the test well results in a well capable of producing in commercial quantities, IOGC would earn an assignment of your interest in the E/2 of Section 20 from the surface of the earth to the total depth drilled in the test well.
3. You would reserve in such assignment a 1/8th of 8/8ths overriding royalty interest which would absorb all burdens in excess of the usual 1/8th royalty, and would be proportionately reduced to the interest being assigned.

Due to time constraints on the commencement of the proposed well, IOGC has filed an application for compulsory pooling and an unorthodox well location with the New Mexico Oil Conservation Division. This matter will be heard at 8:15 a.m. on Thursday, December 5, 1996 at the Division's office at 2040 South Pacheco Street, Santa Fe, New Mexico. Failure to appear at that time will preclude you from contesting this matter at a later date. However, we would like to obtain your voluntary joinder in the well, and we would appreciate discussing this proposal with you at your earliest convenience.

Very truly yours,


Rock A. Quinn
Senior Landman

RAQ:rkw
Enclosures (2)

Sanglpro



InterCoast Oil and Gas Company
7130 South Lewis Avenue
Suite 700
Tulsa, Oklahoma 74136
918 488-8283 Telephone
918 488-8182 Fax

November 11, 1996

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

RE: Well Proposal
E/2 Section 20-20S-28E
Eddy County, NM
IOGC's Angell Ranch Prospect

Dear Mr. and Mrs. Hudson:

InterCoast Oil and Gas Company ("IOGC") hereby proposes the drilling of a well to be located 990' FNL and 990' FEL of Section 20-20S-28E, Eddy County, New Mexico. IOGC proposes that the test well be drilled to a depth of approximately 11,250' in order to sufficiently test the Morrow Sand formation. Dry hole costs are estimated to be \$405,000, with total completed well costs estimated at \$697,000.

Enclosed are two copies of the AFE for your review and approval. If you should desire to participate, please sign and return one copy of the AFE together with any comments you may have regarding the Operating Agreement previously submitted for your consideration. IOGC has acquired the interest of Kerr-McGee in the NE/4 of Section 20. As you are aware, IOGC has previously proposed the drilling of this well on the basis of a N/2 Section 20 unit. Pursuant to our recent meeting with Yates Petroleum Corporation, it was mutually agreed that an E/2 Section 20 unit would accommodate additional drilling opportunities in the W/2 thereof.

If you do not wish to participate in the proposed test well, IOGC proposes that you grant us a farmout of your interest in the E/2 of Section 20-20S-28E under the following terms:

1. On or before 60 days following the execution date of a definitive agreement, IOGC would commence or cause the commencement of an 11,250' Morrow Sand test at a location 990' FNL and 990' FEL of Section 20-20S-28E, Eddy County, New Mexico.

Edward R. Hudson, Jr. and
Ann F. Hudson
November 11, 1996
Page 2

2. In the event the test well results in a well capable of producing in commercial quantities, IOGC would earn an assignment of your interest in the E/2 of Section 20 from the surface of the earth to the total depth drilled in the test well.
3. You would reserve in such assignment a 1/8th of 8/8ths overriding royalty interest which would absorb all burdens in excess of the usual 1/8th royalty, and would be proportionately reduced to the interest being assigned.

Due to time constraints on the commencement of the proposed well, IOGC has filed an application for compulsory pooling and an unorthodox well location with the New Mexico Oil Conservation Division. This matter will be heard at 8:15 a.m. on Thursday, December 5, 1996 at the Division's office at 2040 South Pacheco Street, Santa Fe, New Mexico. Failure to appear at that time will preclude you from contesting this matter at a later date. However, we would like to obtain your voluntary joinder in the well, and we would appreciate discussing this proposal with you at your earliest convenience.

Very truly yours,



Rock A. Quinn
Senior Landman

RAQ:rkw
Enclosures (2)

Sangipro



InterCoast Oil and Gas Company
7130 South Lewis Avenue
Suite 700
Tulsa, Oklahoma 74136
918 488-8283 Telephone
918 488-8182 Fax

November 11, 1996

Joseph R. Hodge
3815 Roxbury Ct.
Colorado Springs, CO 80906

RE: Well Proposal
E/2 Section 20-20S-28E
Eddy County, NM
IOGC's Angell Ranch Prospect

Dear Mr. Hodge:

InterCoast Oil and Gas Company ("IOGC") hereby proposes the drilling of a well to be located 990' FNL and 990' FEL of Section 20-20S-28E, Eddy County, New Mexico. IOGC proposes that the test well be drilled to a depth of approximately 11,250' in order to sufficiently test the Morrow Sand formation. Dry hole costs are estimated to be \$405,000, with total completed well costs estimated at \$697,000.

Enclosed are two copies of the AFE for your review and approval. If you should desire to participate, please sign and return one copy of the AFE together with any comments you may have regarding the Operating Agreement previously submitted for your consideration. IOGC has acquired the interest of Kerr-McGee in the NE/4 of Section 20. As you are aware, IOGC has previously proposed the drilling of this well on the basis of a N/2 Section 20 unit. Pursuant to our recent meeting with Yates Petroleum Corporation, it was mutually agreed that an E/2 Section 20 unit would accomodate additional drilling opportunities in the W/2 thereof.

If you do not wish to participate in the proposed test well, IOGC proposes that you grant us a farmout of your interest in the E/2 of Section 20-20S-28E under the following terms:

1. On or before 60 days following the execution date of a definitive agreement, IOGC would commence or cause the commencement of an 11,250' Morrow Sand test at a location 990' FNL and 990' FEL of Section 20-20S-28E, Eddy County, New Mexico.

2. In the event the test well results in a well capable of producing in commercial quantities, IOGC would earn an assignment of your interest in the E/2 of Section 20 from the surface of the earth to the total depth drilled in the test well.
3. You would reserve in such assignment a 1/8th of 8/8ths overriding royalty interest which would absorb all burdens in excess of the usual 1/8th royalty, and would be proportionately reduced to the interest being assigned.

Due to time constraints on the commencement of the proposed well, IOGC has filed an application for compulsory pooling and an unorthodox well location with the New Mexico Oil Conservation Division. This matter will be heard at 8:15 a.m. on Thursday, December 5, 1996 at the Division's office at 2040 South Pacheco Street, Santa Fe, New Mexico. Failure to appear at that time will preclude you from contesting this matter at a later date. However, we would like to obtain your voluntary joinder in the well, and we would appreciate discussing this proposal with you at your earliest convenience.

Very truly yours,



Rock A. Quinn
Senior Landman

RAQ:rkw
Enclosures (2)



InterCoast Oil and Gas Company
7130 South Lewis Avenue
Suite 700
Tulsa, Oklahoma 74136
918 488-8283 Telephone
918 488-8182 Fax

November 11, 1996

J. W. Gendron
1280 Encino Drive
San Marino, CA 91108

RE: Well Proposal
E/2 Section 20-20S-28E
Eddy County, NM
IOGC's Angell Ranch Prospect

Dear Mr. Gendron:

InterCoast Oil and Gas Company ("IOGC") hereby proposes the drilling of a well to be located 990' FNL and 990' FEL of Section 20-20S-28E, Eddy County, New Mexico. IOGC proposes that the test well be drilled to a depth of approximately 11,250' in order to sufficiently test the Morrow Sand formation. Dry hole costs are estimated to be \$405,000, with total completed well costs estimated at \$697,000.

Enclosed are two copies of the AFE for your review and approval. If you should desire to participate, please sign and return one copy of the AFE together with any comments you may have regarding the Operating Agreement previously submitted for your consideration. IOGC has acquired the interest of Kerr-McGee in the NE/4 of Section 20. As you are aware, IOGC has previously proposed the drilling of this well on the basis of a N/2 Section 20 unit. Pursuant to our recent meeting with Yates Petroleum Corporation, it was mutually agreed that an E/2 Section 20 unit would accommodate additional drilling opportunities in the W/2 thereof.

If you do not wish to participate in the proposed test well, IOGC proposes that you grant us a farmout of your interest in the E/2 of Section 20-20S-28E under the following terms:

1. On or before 60 days following the execution date of a definitive agreement, IOGC would commence or cause the commencement of an 11,250' Morrow Sand test at a location 990' FNL and 990' FEL of Section 20-20S-28E, Eddy County, New Mexico.

2. In the event the test well results in a well capable of producing in commercial quantities, IOGC would earn an assignment of your interest in the E/2 of Section 20 from the surface of the earth to the total depth drilled in the test well.
3. You would reserve in such assignment a 1/8th of 8/8ths overriding royalty interest which would absorb all burdens in excess of the usual 1/8th royalty, and would be proportionately reduced to the interest being assigned.

Due to time constraints on the commencement of the proposed well, IOGC has filed an application for compulsory pooling and an unorthodox well location with the New Mexico Oil Conservation Division. This matter will be heard at 8:15 a.m. on Thursday, December 5, 1996 at the Division's office at 2040 South Pacheco Street, Santa Fe, New Mexico. Failure to appear at that time will preclude you from contesting this matter at a later date. However, we would like to obtain your voluntary joinder in the well, and we would appreciate discussing this proposal with you at your earliest convenience.

Very truly yours,



Rock A. Quinn
Senior Landman

RAQ:rkw
Enclosures (2)



InterCoast Oil and Gas Company
7130 South Lewis Avenue
Suite 700
Tulsa, Oklahoma 74136
918 488-8283 Telephone
918 488-8182 Fax

November 11, 1996

Myco Industries, Inc.
105 South Fourth Street
Artesia, NM 88210

RE: Well Proposal
E/2 Section 20-20S-28E
Eddy County, NM
IOGC's Angell Ranch Prospect

Gentlemen:

InterCoast Oil and Gas Company ("IOGC") hereby proposes the drilling of a well to be located 990' FNL and 990' FEL of Section 20-20S-28E, Eddy County, New Mexico. IOGC proposes that the test well be drilled to a depth of approximately 11,250' in order to sufficiently test the Morrow Sand formation. Dry hole costs are estimated to be \$405,000, with total completed well costs estimated at \$697,000.

Enclosed are two copies of the AFE for your review and approval. If you should desire to participate, please sign and return one copy of the AFE together with any comments you may have regarding the Operating Agreement previously submitted for your consideration. IOGC has acquired the interest of Kerr-McGee in the NE/4 of Section 20. As you are aware, IOGC has previously proposed the drilling of this well on the basis of a N/2 Section 20 unit. Pursuant to our recent meeting with Yates Petroleum Corporation, it was mutually agreed that an E/2 Section 20 unit would accommodate additional drilling opportunities in the W/2 thereof.

If you do not wish to participate in the proposed test well, IOGC proposes that you grant us a farmout of your interest in the E/2 of Section 20-20S-28E under the following terms:

1. On or before 60 days following the execution date of a definitive agreement, IOGC would commence or cause the commencement of an 11,250' Morrow Sand test at a location 990' FNL and 990' FEL of Section 20-20S-28E, Eddy County, New Mexico.

2. In the event the test well results in a well capable of producing in commercial quantities, IOGC would earn an assignment of your interest in the E/2 of Section 20 from the surface of the earth to the total depth drilled in the test well.
3. You would reserve in such assignment a 1/8th of 8/8ths overriding royalty interest which would absorb all burdens in excess of the usual 1/8th royalty, and would be proportionately reduced to the interest being assigned.

Due to time constraints on the commencement of the proposed well, IOGC has filed an application for compulsory pooling and an unorthodox well location with the New Mexico Oil Conservation Division. This matter will be heard at 8:15 a.m. on Thursday, December 5, 1996 at the Division's office at 2040 South Pacheco Street, Santa Fe, New Mexico. Failure to appear at that time will preclude you from contesting this matter at a later date. However, we would like to obtain your voluntary joinder in the well, and we would appreciate discussing this proposal with you at your earliest convenience.

Very truly yours,



Rock A. Quinn
Senior Landman

RAQ:rkw
Enclosures (2)



InterCoast Oil and Gas Company
7130 South Lewis Avenue
Suite 700
Tulsa, Oklahoma 74136
918 488-8283 Telephone
918 488-8182 Fax

November 11, 1996

Space Building Corporation
250 Cape Highway, Route 44
East Taunton, MA 02713

RE: Well Proposal
E/2 Section 20-20S-28E
Eddy County, NM
IOGC's Angell Ranch Prospect

Gentlemen:

InterCoast Oil and Gas Company ("IOGC") hereby proposes the drilling of a well to be located 990' FNL and 990' FEL of Section 20-20S-28E, Eddy County, New Mexico. IOGC proposes that the test well be drilled to a depth of approximately 11,250' in order to sufficiently test the Morrow Sand formation. Dry hole costs are estimated to be \$405,000, with total completed well costs estimated at \$697,000.

Enclosed are two copies of the AFE for your review and approval. If you should desire to participate, please sign and return one copy of the AFE together with any comments you may have regarding the Operating Agreement previously submitted for your consideration. IOGC has acquired the interest of Kerr-McGee in the NE/4 of Section 20. As you are aware, IOGC has previously proposed the drilling of this well on the basis of a N/2 Section 20 unit. Pursuant to our recent meeting with Yates Petroleum Corporation, it was mutually agreed that an E/2 Section 20 unit would accommodate additional drilling opportunities in the W/2 thereof.

If you do not wish to participate in the proposed test well, IOGC proposes that you grant us a farmout of your interest in the E/2 of Section 20-20S-28E under the following terms:

1. On or before 60 days following the execution date of a definitive agreement, IOGC would commence or cause the commencement of an 11,250' Morrow Sand test at a location 990' FNL and 990' FEL of Section 20-20S-28E, Eddy County, New Mexico.

November 11, 1996

Page 2

2. In the event the test well results in a well capable of producing in commercial quantities, IOGC would earn an assignment of your interest in the E/2 of Section 20 from the surface of the earth to the total depth drilled in the test well.
3. You would reserve in such assignment a 1/8th of 8/8ths overriding royalty interest which would absorb all burdens in excess of the usual 1/8th royalty, and would be proportionately reduced to the interest being assigned.

Due to time constraints on the commencement of the proposed well, IOGC has filed an application for compulsory pooling and an unorthodox well location with the New Mexico Oil Conservation Division. This matter will be heard at 8:15 a.m. on Thursday, December 5, 1996 at the Division's office at 2040 South Pacheco Street, Santa Fe, New Mexico. Failure to appear at that time will preclude you from contesting this matter at a later date. However, we would like to obtain your voluntary joinder in the well, and we would appreciate discussing this proposal with you at your earliest convenience.

Very truly yours,



Rock A. Quinn
Senior Landman

RAQ:rkw
Enclosures (2)



InterCoast Oil and Gas Company
7130 South Lewis Avenue
Suite 700
Tulsa, Oklahoma 74136
918 488-8283 Telephone
918 488-8182 Fax

November 11, 1996

Sanford J. Hodge, III
4324 Hanover
Dallas, TX 75225

RE: Well Proposal
E/2 Section 20-20S-28E
Eddy County, NM
IOGC's Angell Ranch Prospect

Dear Mr. Hodge:

InterCoast Oil and Gas Company ("IOGC") hereby proposes the drilling of a well to be located 990' FNL and 990' FEL of Section 20-20S-28E, Eddy County, New Mexico. IOGC proposes that the test well be drilled to a depth of approximately 11,250' in order to sufficiently test the Morrow Sand formation. Dry hole costs are estimated to be \$405,000, with total completed well costs estimated at \$697,000.

Enclosed are two copies of the AFE for your review and approval. If you should desire to participate, please sign and return one copy of the AFE together with any comments you may have regarding the Operating Agreement previously submitted for your consideration. IOGC has acquired the interest of Kerr-McGee in the NE/4 of Section 20. As you are aware, IOGC has previously proposed the drilling of this well on the basis of a N/2 Section 20 unit. Pursuant to our recent meeting with Yates Petroleum Corporation, it was mutually agreed that an E/2 Section 20 unit would accomodate additional drilling opportunities in the W/2 thereof.

If you do not wish to participate in the proposed test well, IOGC proposes that you grant us a farmout of your interest in the E/2 of Section 20-20S-28E under the following terms:

1. On or before 60 days following the execution date of a definitive agreement, IOGC would commence or cause the commencement of an 11,250' Morrow Sand test at a location 990' FNL and 990' FEL of Section 20-20S-28E, Eddy County, New Mexico.

2. In the event the test well results in a well capable of producing in commercial quantities, IOGC would earn an assignment of your interest in the E/2 of Section 20 from the surface of the earth to the total depth drilled in the test well.
3. You would reserve in such assignment a 1/8th of 8/8ths overriding royalty interest which would absorb all burdens in excess of the usual 1/8th royalty, and would be proportionately reduced to the interest being assigned.

Due to time constraints on the commencement of the proposed well, IOGC has filed an application for compulsory pooling and an unorthodox well location with the New Mexico Oil Conservation Division. This matter will be heard at 8:15 a.m. on Thursday, December 5, 1996 at the Division's office at 2040 South Pacheco Street, Santa Fe, New Mexico. Failure to appear at that time will preclude you from contesting this matter at a later date. However, we would like to obtain your voluntary joinder in the well, and we would appreciate discussing this proposal with you at your earliest convenience.

Very truly yours,



Rock A. Quinn
Senior Landman

RAQ:rkw
Enclosures (2)



InterCoast Oil and Gas Company
7130 South Lewis Avenue
Suite 700
Tulsa, Oklahoma 74136
918 488-8283 Telephone
918 488-8182 Fax

November 11, 1996

Pennzoil Exploration &
Production Company
P. O. Box 2967
Houston, TX 77252-2967

RE: Well Proposal
E/2 Section 20-20S-28E
Eddy County, NM
IOGC's Angell Ranch Prospect

Gentlemen:

InterCoast Oil and Gas Company ("IOGC") hereby proposes the drilling of a well to be located 990' FNL and 990' FEL of Section 20-20S-28E, Eddy County, New Mexico. IOGC proposes that the test well be drilled to a depth of approximately 11,250' in order to sufficiently test the Morrow Sand formation. Dry hole costs are estimated to be \$405,000, with total completed well costs estimated at \$697,000.

Enclosed are two copies of the AFE for your review and approval. If you should desire to participate, please sign and return one copy of the AFE. IOGC has acquired the interest of Kerr-McGee in the NE/4 of Section 20. As you are aware, IOGC has previously proposed the drilling of this well on the basis of a N/2 Section 20 unit. Pursuant to our recent meeting with Yates Petroleum Corporation, it was mutually agreed that an E/2 Section 20 unit would accomodate additional drilling opportunities in the W/2 thereof.

If you do not wish to participate in the proposed test well, IOGC proposes that you grant us a farmout of your interest in the E/2 of Section 20-20S-28E under the following terms:

1. On or before 60 days following the execution date of a definitive agreement, IOGC would commence or cause the commencement of an 11,250' Morrow Sand test at a location 990' FNL and 990' FEL of Section 20-20S-28E, Eddy County, New Mexico.

2. In the event the test well results in a well capable of producing in commercial quantities, IOGC would earn an assignment of your interest in the E/2 of Section 20 from the surface of the earth to the total depth drilled in the test well.
3. You would reserve in such assignment a 1/8th of 8/8ths overriding royalty interest which would absorb all burdens in excess of the usual 1/8th royalty, and would be proportionately reduced to the interest being assigned.

Due to time constraints on the commencement of the proposed well, IOGC has filed an application for compulsory pooling and an unorthodox well location with the New Mexico Oil Conservation Division. This matter will be heard at 8:15 a.m. on Thursday, December 5, 1996 at the Division's office at 2040 South Pacheco Street, Santa Fe, New Mexico. Failure to appear at that time will preclude you from contesting this matter at a later date. However, we would like to obtain your voluntary joinder in the well, and we would appreciate discussing this proposal with you at your earliest convenience.

Very truly yours,



Rock A. Quinn
Senior Landman

RAQ:rkw
Enclosures (2)



InterCoast Oil and Gas Company
7130 South Lewis Avenue
Suite 700
Tulsa, Oklahoma 74136
918 488-8283 Telephone
918 488-8182 Fax

November 11, 1996

Unit Petroleum Corporation
7130 South Lewis
Tulsa, OK 74136

RE: Well Proposal
E/2 Section 20-20S-28E
Eddy County, NM
IOGC's Angell Ranch Prospect

Gentlemen:

InterCoast Oil and Gas Company ("IOGC") hereby proposes the drilling of a well to be located 990' FNL and 990' FEL of Section 20-20S-28E, Eddy County, New Mexico. IOGC proposes that the test well be drilled to a depth of approximately 11,250' in order to sufficiently test the Morrow Sand formation. Dry hole costs are estimated to be \$405,000, with total completed well costs estimated at \$697,000.

Enclosed are two copies of the AFE for your review and approval. If you should desire to participate, please sign and return one copy of the AFE together with any comments you may have regarding the Operating Agreement previously submitted for your consideration. IOGC has acquired the interest of Kerr-McGee in the NE/4 of Section 20. As you are aware, IOGC has previously proposed the drilling of this well on the basis of a N/2 Section 20 unit. Pursuant to our recent meeting with Yates Petroleum Corporation, it was mutually agreed that an E/2 Section 20 unit would accommodate additional drilling opportunities in the W/2 thereof.

If you do not wish to participate in the proposed test well, IOGC proposes that you grant us a farmout of your interest in the E/2 of Section 20-20S-28E under the following terms:

1. On or before 60 days following the execution date of a definitive agreement, IOGC would commence or cause the commencement of an 11,250' Morrow Sand test at a location 990' FNL and 990' FEL of Section 20-20S-28E, Eddy County, New Mexico.

2. In the event the test well results in a well capable of producing in commercial quantities, IOGC would earn an assignment of your interest in the E/2 of Section 20 from the surface of the earth to the total depth drilled in the test well.
3. You would reserve in such assignment a 1/8th of 8/8ths overriding royalty interest which would absorb all burdens in excess of the usual 1/8th royalty, and would be proportionately reduced to the interest being assigned.

Due to time constraints on the commencement of the proposed well, IOGC has filed an application for compulsory pooling and an unorthodox well location with the New Mexico Oil Conservation Division. This matter will be heard at 8:15 a.m. on Thursday, December 5, 1996 at the Division's office at 2040 South Pacheco Street, Santa Fe, New Mexico. Failure to appear at that time will preclude you from contesting this matter at a later date. However, we would like to obtain your voluntary joinder in the well, and we would appreciate discussing this proposal with you at your earliest convenience.

Very truly yours,



Rock A. Quinn
Senior Landman

RAQ:rkw
Enclosures (2)



InterCoast Oil and Gas Company
7130 South Lewis Avenue
Suite 700
Tulsa, Oklahoma 74136
918 488-8283 Telephone
918 488-8182 Fax

November 11, 1996

Claremont Corp.
P. O. Box 549
Claremont, OK 74017

RE: Well Proposal
E/2 Section 20-20S-28E
Eddy County, NM
IOGC's Angell Ranch Prospect

Gentlemen:

InterCoast Oil and Gas Company ("IOGC") hereby proposes the drilling of a well to be located 990' FNL and 990' FEL of Section 20-20S-28E, Eddy County, New Mexico. IOGC proposes that the test well be drilled to a depth of approximately 11,250' in order to sufficiently test the Morrow Sand formation. Dry hole costs are estimated to be \$405,000, with total completed well costs estimated at \$697,000.

Enclosed are two copies of the AFE for your review and approval. If you should desire to participate, please sign and return one copy of the AFE together with any comments you may have regarding the Operating Agreement previously submitted for your consideration. IOGC has acquired the interest of Kerr-McGee in the NE/4 of Section 20. As you are aware, IOGC has previously proposed the drilling of this well on the basis of a N/2 Section 20 unit. Pursuant to our recent meeting with Yates Petroleum Corporation, it was mutually agreed that an E/2 Section 20 unit would accomodate additional drilling opportunities in the W/2 thereof.

If you do not wish to participate in the proposed test well, IOGC proposes that you grant us a farmout of your interest in the E/2 of Section 20-20S-28E under the following terms:

1. On or before 60 days following the execution date of a definitive agreement, IOGC would commence or cause the commencement of an 11,250' Morrow Sand test at a location 990' FNL and 990' FEL of Section 20-20S-28E, Eddy County, New Mexico.

2. In the event the test well results in a well capable of producing in commercial quantities, IOGC would earn an assignment of your interest in the E/2 of Section 20 from the surface of the earth to the total depth drilled in the test well.
3. You would reserve in such assignment a 1/8th of 8/8ths overriding royalty interest which would absorb all burdens in excess of the usual 1/8th royalty, and would be proportionately reduced to the interest being assigned.

Due to time constraints on the commencement of the proposed well, IOGC has filed an application for compulsory pooling and an unorthodox well location with the New Mexico Oil Conservation Division. This matter will be heard at 8:15 a.m. on Thursday, December 5, 1996 at the Division's office at 2040 South Pacheco Street, Santa Fe, New Mexico. Failure to appear at that time will preclude you from contesting this matter at a later date. However, we would like to obtain your voluntary joinder in the well, and we would appreciate discussing this proposal with you at your earliest convenience.

Very truly yours,



Rock A. Quinn
Senior Landman

RAQ:rkw
Enclosures (2)



InterCoast Oil and Gas Company
7130 South Lewis Avenue
Suite 700
Tulsa, Oklahoma 74136
918 488-8283 Telephone
918 488-8182 Fax

November 11, 1996

Whiting Petroleum Corporation
1700 Broadway, Suite 2300
Denver, CO 80290-2301

RE: Well Proposal
E/2 Section 20-20S-28E
Eddy County, NM
IOGC's Angell Ranch Prospect

Gentlemen:

InterCoast Oil and Gas Company ("IOGC") hereby proposes the drilling of a well to be located 990' FNL and 990' FEL of Section 20-20S-28E, Eddy County, New Mexico. IOGC proposes that the test well be drilled to a depth of approximately 11,250' in order to sufficiently test the Morrow Sand formation. Dry hole costs are estimated to be \$405,000, with total completed well costs estimated at \$697,000.

Enclosed are two copies of the AFE for your review and approval. If you should desire to participate, please sign and return one copy of the AFE together with any comments you may have regarding the Operating Agreement previously submitted for your consideration. IOGC has acquired the interest of Kerr-McGee in the NE/4 of Section 20. As you are aware, IOGC has previously proposed the drilling of this well on the basis of a N/2 Section 20 unit. Pursuant to our recent meeting with Yates Petroleum Corporation, it was mutually agreed that an E/2 Section 20 unit would accommodate additional drilling opportunities in the W/2 thereof.

If you do not wish to participate in the proposed test well, IOGC proposes that you grant us a farmout of your interest in the E/2 of Section 20-20S-28E under the following terms:

1. On or before 60 days following the execution date of a definitive agreement, IOGC would commence or cause the commencement of an 11,250' Morrow Sand test at a location 990' FNL and 990' FEL of Section 20-20S-28E, Eddy County, New Mexico.

2. In the event the test well results in a well capable of producing in commercial quantities, IOGC would earn an assignment of your interest in the E/2 of Section 20 from the surface of the earth to the total depth drilled in the test well.
3. You would reserve in such assignment a 1/8th of 8/8ths overriding royalty interest which would absorb all burdens in excess of the usual 1/8th royalty, and would be proportionately reduced to the interest being assigned.

Due to time constraints on the commencement of the proposed well, IOGC has filed an application for compulsory pooling and an unorthodox well location with the New Mexico Oil Conservation Division. This matter will be heard at 8:15 a.m. on Thursday, December 5, 1996 at the Division's office at 2040 South Pacheco Street, Santa Fe, New Mexico. Failure to appear at that time will preclude you from contesting this matter at a later date. However, we would like to obtain your voluntary joinder in the well, and we would appreciate discussing this proposal with you at your earliest convenience.

Very truly yours,



Rock A. Quinn
Senior Landman

RAQ:rkw
Enclosures (2)



InterCoast Oil and Gas Company
7130 South Lewis Avenue
Suite 700
Tulsa, Oklahoma 74136
918 488-8283 Telephone
918 488-8182 Fax

November 11, 1996

Abo Petroleum Corporation
331 West Main St., Suite A
Artesia, NM 88210-2160

RE: Well Proposal
E/2 Section 20-20S-28E
Eddy County, NM
IOGC's Angell Ranch Prospect

Gentlemen:

InterCoast Oil and Gas Company ("IOGC") hereby proposes the drilling of a well to be located 990' FNL and 990' FEL of Section 20-20S-28E, Eddy County, New Mexico. IOGC proposes that the test well be drilled to a depth of approximately 11,250' in order to sufficiently test the Morrow Sand formation. Dry hole costs are estimated to be \$405,000, with total completed well costs estimated at \$697,000.

Enclosed are two copies of the AFE for your review and approval. If you should desire to participate, please sign and return one copy of the AFE together with any comments you may have regarding the Operating Agreement previously submitted for your consideration. IOGC has acquired the interest of Kerr-McGee in the NE/4 of Section 20. As you are aware, IOGC has previously proposed the drilling of this well on the basis of a N/2 Section 20 unit. Pursuant to our recent meeting with Yates Petroleum Corporation, it was mutually agreed that an E/2 Section 20 unit would accommodate additional drilling opportunities in the W/2 thereof.

If you do not wish to participate in the proposed test well, IOGC proposes that you grant us a farmout of your interest in the E/2 of Section 20-20S-28E under the following terms:

1. On or before 60 days following the execution date of a definitive agreement, IOGC would commence or cause the commencement of an 11,250' Morrow Sand test at a location 990' FNL and 990' FEL of Section 20-20S-28E, Eddy County, New Mexico.

2. In the event the test well results in a well capable of producing in commercial quantities, IOGC would earn an assignment of your interest in the E/2 of Section 20 from the surface of the earth to the total depth drilled in the test well.
3. You would reserve in such assignment a 1/8th of 8/8ths overriding royalty interest which would absorb all burdens in excess of the usual 1/8th royalty, and would be proportionately reduced to the interest being assigned.

Due to time constraints on the commencement of the proposed well, IOGC has filed an application for compulsory pooling and an unorthodox well location with the New Mexico Oil Conservation Division. This matter will be heard at 8:15 a.m. on Thursday, December 5, 1996 at the Division's office at 2040 South Pacheco Street, Santa Fe, New Mexico. Failure to appear at that time will preclude you from contesting this matter at a later date. However, we would like to obtain your voluntary joinder in the well, and we would appreciate discussing this proposal with you at your earliest convenience.

Very truly yours,



Rock A. Quinn
Senior Landman

RAQ:rkw
Enclosures (2)



InterCoast Oil and Gas Company
7130 South Lewis Avenue
Suite 700
Tulsa, Oklahoma 74136
918 482-8283 Telephone
918 482-8182 Fax

November 11, 1996

R. Ken Williams
P. O. Box 10626
Midland, TX 79702-7626

RE: Well Proposal
E/2 Section 20-20S-28E
Eddy County, NM
IOGC's Angell Ranch Prospect

Dear Mr. Williams:

InterCoast Oil and Gas Company ("IOGC") hereby proposes the drilling of a well to be located 990' FNL and 990' FEL of Section 20-20S-28E, Eddy County, New Mexico. IOGC proposes that the test well be drilled to a depth of approximately 11,250' in order to sufficiently test the Morrow Sand formation. Dry hole costs are estimated to be \$405,000, with total completed well costs estimated at \$697,000.

Enclosed are two copies of the AFE for your review and approval. If you should desire to participate, please sign and return one copy of the AFE together with any comments you may have regarding the Operating Agreement previously submitted for your consideration. IOGC has acquired the interest of Kerr-McGee in the NE/4 of Section 20. As you are aware, IOGC has previously proposed the drilling of this well on the basis of a N/2 Section 20 unit. Pursuant to our recent meeting with Yates Petroleum Corporation, it was mutually agreed that an E/2 Section 20 unit would accommodate additional drilling opportunities in the W/2 thereof.

If you do not wish to participate in the proposed test well, IOGC proposes that you grant us a farmout of your interest in the E/2 of Section 20-20S-28E under the following terms:

1. On or before 60 days following the execution date of a definitive agreement, IOGC would commence or cause the commencement of an 11,250' Morrow Sand test at a location 990' FNL and 990' FEL of Section 20-20S-28E, Eddy County, New Mexico.

2. In the event the test well results in a well capable of producing in commercial quantities, IOGC would earn an assignment of your interest in the E/2 of Section 20 from the surface of the earth to the total depth drilled in the test well.
3. You would reserve in such assignment a 1/8th of 8/8ths overriding royalty interest which would absorb all burdens in excess of the usual 1/8th royalty, and would be proportionately reduced to the interest being assigned.

Due to time constraints on the commencement of the proposed well, IOGC has filed an application for compulsory pooling and an unorthodox well location with the New Mexico Oil Conservation Division. This matter will be heard at 8:15 a.m. on Thursday, December 5, 1996 at the Division's office at 2040 South Pacheco Street, Santa Fe, New Mexico. Failure to appear at that time will preclude you from contesting this matter at a later date. However, we would like to obtain your voluntary joinder in the well, and we would appreciate discussing this proposal with you at your earliest convenience.

Very truly yours,



Rock A. Quinn
Senior Landman

RAQ:rkw
Enclosures (2)



InterCoast Oil and Gas Company
7130 South Lewis Avenue
Suite 700
Tulsa, Oklahoma 74136
918 488-8283 Telephone
918 488-8182 Fax

November 11, 1996

Yates Drilling Company
110 South 4th Street
Yates Building
Artesia, NM 88210-2123

RE: Well Proposal
E/2 Section 20-20S-28E
Eddy County, NM
IOGC's Angell Ranch Prospect

Gentlemen:

InterCoast Oil and Gas Company ("IOGC") hereby proposes the drilling of a well to be located 990' FNL and 990' FEL of Section 20-20S-28E, Eddy County, New Mexico. IOGC proposes that the test well be drilled to a depth of approximately 11,250' in order to sufficiently test the Morrow Sand formation. Dry hole costs are estimated to be \$405,000, with total completed well costs estimated at \$697,000.

Enclosed are two copies of the AFE for your review and approval. If you should desire to participate, please sign and return one copy of the AFE together with any comments you may have regarding the Operating Agreement previously submitted for your consideration. IOGC has acquired the interest of Kerr-McGee in the NE/4 of Section 20. As you are aware, IOGC has previously proposed the drilling of this well on the basis of a N/2 Section 20 unit. Pursuant to our recent meeting with Yates Petroleum Corporation, it was mutually agreed that an E/2 Section 20 unit would accommodate additional drilling opportunities in the W/2 thereof.

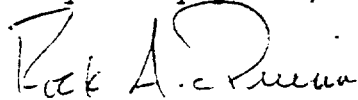
If you do not wish to participate in the proposed test well, IOGC proposes that you grant us a farmout of your interest in the E/2 of Section 20-20S-28E under the following terms:

1. On or before 60 days following the execution date of a definitive agreement, IOGC would commence or cause the commencement of an 11,250' Morrow Sand test at a location 990' FNL and 990' FEL of Section 20-20S-28E, Eddy County, New Mexico.

2. In the event the test well results in a well capable of producing in commercial quantities, IOGC would earn an assignment of your interest in the E/2 of Section 20 from the surface of the earth to the total depth drilled in the test well.
3. You would reserve in such assignment a 1/8th of 8/8ths overriding royalty interest which would absorb all burdens in excess of the usual 1/8th royalty, and would be proportionately reduced to the interest being assigned.

Due to time constraints on the commencement of the proposed well, IOGC has filed an application for compulsory pooling and an unorthodox well location with the New Mexico Oil Conservation Division. This matter will be heard at 8:15 a.m. on Thursday, December 5, 1996 at the Division's office at 2040 South Pacheco Street, Santa Fe, New Mexico. Failure to appear at that time will preclude you from contesting this matter at a later date. However, we would like to obtain your voluntary joinder in the well, and we would appreciate discussing this proposal with you at your earliest convenience.

Very truly yours,



Rock A. Quinn
Senior Landman

RAQ:rkw
Enclosures (2)



InterCoast Oil and Gas Company
7130 South Lewis Avenue
Suite 700
Tulsa, Oklahoma 74136
918 488-8283 Telephone
918 488-8182 Fax

November 11, 1996

Adolph P. Schuman
400 Sansome Street
San Francisco, CA 94111

RE: Well Proposal
E/2 Section 20-20S-28E
Eddy County, NM
IOGC's Angell Ranch Prospect

Dear Mr. Schuman:

InterCoast Oil and Gas Company ("IOGC") hereby proposes the drilling of a well to be located 990' FNL and 990' FEL of Section 20-20S-28E, Eddy County, New Mexico. IOGC proposes that the test well be drilled to a depth of approximately 11,250' in order to sufficiently test the Morrow Sand formation. Dry hole costs are estimated to be \$405,000, with total completed well costs estimated at \$697,000.

Enclosed are two copies of the AFE for your review and approval. If you should desire to participate, please sign and return one copy of the AFE together with any comments you may have regarding the Operating Agreement previously submitted for your consideration. IOGC has acquired the interest of Kerr-McGee in the NE/4 of Section 20. As you are aware, IOGC has previously proposed the drilling of this well on the basis of a N/2 Section 20 unit. Pursuant to our recent meeting with Yates Petroleum Corporation, it was mutually agreed that an E/2 Section 20 unit would accommodate additional drilling opportunities in the W/2 thereof.

If you do not wish to participate in the proposed test well, IOGC proposes that you grant us a farmout of your interest in the E/2 of Section 20-20S-28E under the following terms:

1. On or before 60 days following the execution date of a definitive agreement, IOGC would commence or cause the commencement of an 11,250' Morrow Sand test at a location 990' FNL and 990' FEL of Section 20-20S-28E, Eddy County, New Mexico.

2. In the event the test well results in a well capable of producing in commercial quantities, IOGC would earn an assignment of your interest in the E/2 of Section 20 from the surface of the earth to the total depth drilled in the test well.
3. You would reserve in such assignment a 1/8th of 8/8ths overriding royalty interest which would absorb all burdens in excess of the usual 1/8th royalty, and would be proportionately reduced to the interest being assigned.

Due to time constraints on the commencement of the proposed well, IOGC has filed an application for compulsory pooling and an unorthodox well location with the New Mexico Oil Conservation Division. This matter will be heard at 8:15 a.m. on Thursday, December 5, 1996 at the Division's office at 2040 South Pacheco Street, Santa Fe, New Mexico. Failure to appear at that time will preclude you from contesting this matter at a later date. However, we would like to obtain your voluntary joinder in the well, and we would appreciate discussing this proposal with you at your earliest convenience.

Very truly yours,



Rock A. Quinn
Senior Landman

RAQ:rkw
Enclosures (2)



InterCoast Oil and Gas Company
7130 South Lewis Avenue
Suite 700
Tulsa, Oklahoma 74136
918 488-8283 Telephone
918 488-8182 Fax

November 11, 1996

W. A. & E. R. Hudson, Inc.
616 Texas Street
Ft. Worth, TX 76102-4612

RE: Well Proposal
E/2 Section 20-20S-28E
Eddy County, NM
IOGC's Angell Ranch Prospect

Gentlemen:

InterCoast Oil and Gas Company ("IOGC") hereby proposes the drilling of a well to be located 990' FNL and 990' FEL of Section 20-20S-28E, Eddy County, New Mexico. IOGC proposes that the test well be drilled to a depth of approximately 11,250' in order to sufficiently test the Morrow Sand formation. Dry hole costs are estimated to be \$405,000, with total completed well costs estimated at \$697,000.

Enclosed are two copies of the AFE for your review and approval. If you should desire to participate, please sign and return one copy of the AFE together with any comments you may have regarding the Operating Agreement previously submitted for your consideration. IOGC has acquired the interest of Kerr-McGee in the NE/4 of Section 20. As you are aware, IOGC has previously proposed the drilling of this well on the basis of a N/2 Section 20 unit. Pursuant to our recent meeting with Yates Petroleum Corporation, it was mutually agreed that an E/2 Section 20 unit would accomodate additional drilling opportunities in the W/2 thereof.

If you do not wish to participate in the proposed test well, IOGC proposes that you grant us a farmout of your interest in the E/2 of Section 20-20S-28E under the following terms:

1. On or before 60 days following the execution date of a definitive agreement, IOGC would commence or cause the commencement of an 11,250' Morrow Sand test at a location 990' FNL and 990' FEL of Section 20-20S-28E, Eddy County, New Mexico.

November 11, 1996

Page 2

2. In the event the test well results in a well capable of producing in commercial quantities, IOGC would earn an assignment of your interest in the E/2 of Section 20 from the surface of the earth to the total depth drilled in the test well.
3. You would reserve in such assignment a 1/8th of 8/8ths overriding royalty interest which would absorb all burdens in excess of the usual 1/8th royalty, and would be proportionately reduced to the interest being assigned.

Due to time constraints on the commencement of the proposed well, IOGC has filed an application for compulsory pooling and an unorthodox well location with the New Mexico Oil Conservation Division. This matter will be heard at 8:15 a.m. on Thursday, December 5, 1996 at the Division's office at 2040 South Pacheco Street, Santa Fe, New Mexico. Failure to appear at that time will preclude you from contesting this matter at a later date. However, we would like to obtain your voluntary joinder in the well, and we would appreciate discussing this proposal with you at your earliest convenience.

Very truly yours,



Rock A. Quinn
Senior Landman

RAQ:rkw
Enclosures (2)



InterCoast Oil and Gas Company
7130 South Lewis Avenue
Suite 700
Tulsa, Oklahoma 74136
918 488-8283 Telephone
918 488-8182 Fax

November 14, 1996

Diamond Head Properties, L. P.
P. O. Box 2127
Midland, TX 79702-2127

Attention: Ms. Shirley Choate

RE: Well Proposal
N/2 Section 20-20S-28E
Eddy County, NM
IOGC's Angell Ranch Prospect

Gentlemen:

InterCoast Oil and Gas Company ("IOGC") hereby proposes the drilling of a well to be located 990' FNL and 990' FEL of Section 20-20S-28E, Eddy County, New Mexico. IOGC proposes that the test well be drilled to a depth of approximately 11,250' in order to sufficiently test the Morrow Sand formation. Dry hole costs are estimated to be \$405,000, with total completed well costs estimated at \$697,000.

Enclosed are two copies of the AFE for your review and approval. If you should desire to participate, please sign and return one copy of the AFE together with any comments you may have regarding the operating agreement previously submitted for your consideration.

If you do not wish to participate in the proposed test well, IOGC proposes that you grant us a farmout of your interest in the N/2 of Section 20-20S-28E under the following terms:

1. On or before 60 days following the execution date of a definitive agreement, IOGC would commence or cause the commencement of an 11,250' Morrow Sand test at a location in the NE/4 of Section 20-20S-28E, Eddy County, New Mexico.
2. In the event the test well results in a well capable of producing in commercial quantities, IOGC would earn an assignment of your interest in the dedicated unit within Section 20 from the surface of the earth to the total depth drilled in the test well.

3. You would reserve in such assignment a 1/8th of 8/8ths overriding royalty interest which would absorb all burdens in excess of the usual 1/8th royalty, and would be proportionately reduced to the interest being assigned.

Due to time constraints on the commencement of the proposed well, IOGC has filed an application for compulsory pooling and an unorthodox well location with the New Mexico Oil Conservation Division. This matter will be heard at 8:15 a.m. on Thursday, December 5, 1996 at the Division's office at 2040 South Pacheco Street, Santa Fe, New Mexico. Failure to appear at that time will preclude you from contesting this matter at a later date. However, we would like to obtain your voluntary joinder in the well, and we would appreciate discussing this proposal with you at your earliest convenience.

Please note that this well proposal does NOT replace or supersede our proposal to you dated November 8, 1996. Our original intention was to drill our well on a 320 acre north half unit. Subsequently, we agreed with Yates Petroleum to drill our well on an east half unit basis. Since we did not send Diamond Head our original N/2 proposal, we are sending this letter to you simply to ensure that all owners were properly noticed under the initial proposal.

Very truly yours,



Rock A. Quinn
Senior Landman

RAQ:rkw
Enclosure



InterCoast Oil and Gas Company
7130 South Lewis Avenue
Suite 700
Tulsa, Oklahoma 74136
918 488-8283 Telephone
918 488-8182 Fax

November 11, 1996

Adolph P. Schuman
400 Sansome Street
San Francisco, CA 94111

RE: Well Proposal
N/2 Section 20-20S-28E
Eddy County, NM
IOGC's Angell Ranch Prospect

Dear Mr. Schuman:

InterCoast Oil and Gas Company ("IOGC") hereby proposes the drilling of a well to be located in the NE/4 of Section 20-20S-28E, Eddy County, New Mexico. IOGC proposes that the test well be drilled to a depth of approximately 11,250' in order to sufficiently test the Morrow Sand formation. Dry hole costs are estimated to be \$405,000, with total completed well costs estimated at \$697,000.

Enclosed are two copies of the AFE and a copy of our proposed operating Agreement for this well. If you should desire to participate, please sign and return one copy of the AFE together with any comments you may have regarding the proposed operating agreement. IOGC has acquired the interest of Kerr-McGee in the NE/4 of Section 20.

If you do not wish to participate in the proposed test well, IOGC proposes that you grant us a farmout of your interest in the N/2 of Section 20-20S-28E under the following terms:

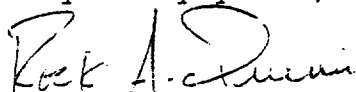
1. On or before 120 days following the execution date of a definitive agreement, IOGC would commence or cause the commencement of an 11,250' Morrow Sand test at a location in the NE/4 of Section 20-20S-28E, Eddy County, New Mexico.
2. In the event the test well results in a well capable of producing in commercial quantities, IOGC would earn an assignment of your interest in the dedicated unit within Section 20 from the surface of the earth to the total depth drilled in the test well.

Adolph P. Schuman
November 11, 1996
Page 2

3. You would reserve in such assignment a 1/8th of 8/8ths overriding royalty interest which would absorb all burdens in excess of the usual 1/8th royalty, and would be proportionately reduced to the interest being assigned.

Due to time constraints on the commencement of the proposed well, IOGC has filed an application for compulsory pooling and an unorthodox well location with the New Mexico Oil Conservation Division. This matter will be heard at 8:15 a.m. on Thursday, December 5, 1996 at the Division's office at 2040 South Pacheco Street, Santa Fe, New Mexico. Failure to appear at that time will preclude you from contesting this matter at a later date. However, we would like to obtain your voluntary joinder in the well, and we would appreciate discussing this proposal with you at your earliest convenience.

Very truly yours,



Rock A. Quinn
Senior Landman

RAQ:rkw
Enclosures (3)

4anglpro



InterCoast Oil and Gas Company
7130 South Lewis Avenue
Suite 700
Tulsa, Oklahoma 74136
918 488-8283 Telephone
918 488-8182 Fax

November 11, 1996

W. A. & E. R. Hudson, Inc.
616 Texas Street
Ft. Worth, TX 76102-4612

RE: Well Proposal
N/2 Section 20-20S-28E
Eddy County, NM
IOGC's Angell Ranch Prospect

Gentlemen:

InterCoast Oil and Gas Company ("IOGC") hereby proposes the drilling of a well to be located in the NE/4 of Section 20-20S-28E, Eddy County, New Mexico. IOGC proposes that the test well be drilled to a depth of approximately 11,250' in order to sufficiently test the Morrow Sand formation. Dry hole costs are estimated to be \$405,000, with total completed well costs estimated at \$697,000.

Enclosed are two copies of the AFE and a copy of our proposed operating Agreement for this well. If you should desire to participate, please sign and return one copy of the AFE together with any comments you may have regarding the proposed operating agreement. IOGC has acquired the interest of Kerr-McGee in the NE/4 of Section 20.

If you do not wish to participate in the proposed test well, IOGC proposes that you grant us a farmout of your interest in the N/2 of Section 20-20S-28E under the following terms:

1. On or before 120 days following the execution date of a definitive agreement, IOGC would commence or cause the commencement of an 11,250' Morrow Sand test at a location in the NE/4 of Section 20-20S-28E, Eddy County, New Mexico.
2. In the event the test well results in a well capable of producing in commercial quantities, IOGC would earn an assignment of your interest in the dedicated unit within Section 20 from the surface of the earth to the total depth drilled in the test well.

W. A. & E. R. Hudson, Inc.

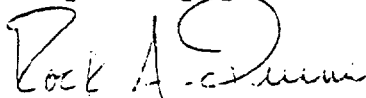
November 11, 1996

Page 2

3. You would reserve in such assignment a 1/8th of 8/8ths overriding royalty interest which would absorb all burdens in excess of the usual 1/8th royalty, and would be proportionately reduced to the interest being assigned.

Due to time constraints on the commencement of the proposed well, IOGC has filed an application for compulsory pooling and an unorthodox well location with the New Mexico Oil Conservation Division. This matter will be heard at 8:15 a.m. on Thursday, December 5, 1996 at the Division's office at 2040 South Pacheco Street, Santa Fe, New Mexico. Failure to appear at that time will preclude you from contesting this matter at a later date. However, we would like to obtain your voluntary joinder in the well, and we would appreciate discussing this proposal with you at your earliest convenience.

Very truly yours,



Rock A. Quinn
Senior Landman

RAQ:rkw
Enclosures (3)

4anglpro



InterCoast Oil and Gas

InterCoast Oil and Gas Company
7130 South Lewis Avenue
Suite 700
Tulsa, Oklahoma 74136
918 488-8283 Telephone
918 488-8182 Fax

November 11, 1996

Yates Drilling Company
110 South 4th Street
Yates Building
Artesia, NM 88210-2123

RE: Well Proposal
N/2 Section 20-20S-28E
Eddy County, NM
IOGC's Angell Ranch Prospect

Gentlemen:

InterCoast Oil and Gas Company ("IOGC") hereby proposes the drilling of a well to be located in the NE/4 of Section 20-20S-28E, Eddy County, New Mexico. IOGC proposes that the test well be drilled to a depth of approximately 11,250' in order to sufficiently test the Morrow Sand formation. Dry hole costs are estimated to be \$405,000, with total completed well costs estimated at \$697,000.

Enclosed are two copies of the AFE and a copy of our proposed operating Agreement for this well. If you should desire to participate, please sign and return one copy of the AFE together with any comments you may have regarding the proposed operating agreement. IOGC has acquired the interest of Kerr-McGee in the NE/4 of Section 20.

If you do not wish to participate in the proposed test well, IOGC proposes that you grant us a farmout of your interest in the N/2 of Section 20-20S-28E under the following terms:

1. On or before 120 days following the execution date of a definitive agreement, IOGC would commence or cause the commencement of an 11,250' Morrow Sand test at a location in the NE/4 of Section 20-20S-28E, Eddy County, New Mexico.
2. In the event the test well results in a well capable of producing in commercial quantities, IOGC would earn an assignment of your interest in the dedicated unit within Section 20 from the surface of the earth to the total depth drilled in the test well.

Yates Drilling Company

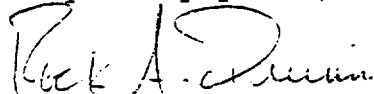
November 11, 1996

Page 2

3. You would reserve in such assignment a 1/8th of 8/8ths overriding royalty interest which would absorb all burdens in excess of the usual 1/8th royalty, and would be proportionately reduced to the interest being assigned.

Due to time constraints on the commencement of the proposed well, IOGC has filed an application for compulsory pooling and an unorthodox well location with the New Mexico Oil Conservation Division. This matter will be heard at 8:15 a.m. on Thursday, December 5, 1996 at the Division's office at 2040 South Pacheco Street, Santa Fe, New Mexico. Failure to appear at that time will preclude you from contesting this matter at a later date. However, we would like to obtain your voluntary joinder in the well, and we would appreciate discussing this proposal with you at your earliest convenience.

Very truly yours,



Rock A. Quinn
Senior Landman

RAQ:rkw
Enclosures (3)



InterCoast Oil and Gas Company
7130 South Lewis Avenue
Suite 700
Tulsa, Oklahoma 74136
918 488-8283 Telephone
918 488-8182 Fax

November 11, 1996

R. Ken Williams
P. O. Box 10626
Midland, TX 79702-7626

RE: Well Proposal
N/2 Section 20-20S-28E
Eddy County, NM
IOGC's Angell Ranch Prospect

Dear Mr. Williams:

InterCoast Oil and Gas Company ("IOGC") hereby proposes the drilling of a well to be located in the NE/4 of Section 20-20S-28E, Eddy County, New Mexico. IOGC proposes that the test well be drilled to a depth of approximately 11,250' in order to sufficiently test the Morrow Sand formation. Dry hole costs are estimated to be \$405,000, with total completed well costs estimated at \$697,000.

Enclosed are two copies of the AFE and a copy of our proposed operating Agreement for this well. If you should desire to participate, please sign and return one copy of the AFE together with any comments you may have regarding the proposed operating agreement. IOGC has acquired the interest of Kerr-McGee in the NE/4 of Section 20.

If you do not wish to participate in the proposed test well, IOGC proposes that you grant us a farmout of your interest in the N/2 of Section 20-20S-28E under the following terms:

1. On or before 120 days following the execution date of a definitive agreement, IOGC would commence or cause the commencement of an 11,250' Morrow Sand test at a location in the NE/4 of Section 20-20S-28E, Eddy County, New Mexico.
2. In the event the test well results in a well capable of producing in commercial quantities, IOGC would earn an assignment of your interest in the dedicated unit within Section 20 from the surface of the earth to the total depth drilled in the test well.

R. Ken Williams
November 11, 1996
Page 2

3. You would reserve in such assignment a 1/8th of 8/8ths overriding royalty interest which would absorb all burdens in excess of the usual 1/8th royalty, and would be proportionately reduced to the interest being assigned.

Due to time constraints on the commencement of the proposed well, IOGC has filed an application for compulsory pooling and an unorthodox well location with the New Mexico Oil Conservation Division. This matter will be heard at 8:15 a.m. on Thursday, December 5, 1996 at the Division's office at 2040 South Pacheco Street, Santa Fe, New Mexico. Failure to appear at that time will preclude you from contesting this matter at a later date. However, we would like to obtain your voluntary joinder in the well, and we would appreciate discussing this proposal with you at your earliest convenience.

Very truly yours,



Rock A. Quinn
Senior Landman

RAQ:rkw
Enclosures (3)



InterCoast Oil and Gas Company
7130 South Lewis Avenue
Suite 700
Tulsa, Oklahoma 74136
918 488-8283 Telephone
918 488-8182 Fax

November 11, 1996

Abo Petroleum Corporation
331 West Main St., Suite A
Artesia, NM 88210-2160

RE: Well Proposal
N/2 Section 20-20S-28E
Eddy County, NM
IOGC's Angell Ranch Prospect

Gentlemen:

InterCoast Oil and Gas Company ("IOGC") hereby proposes the drilling of a well to be located in the NE/4 of Section 20-20S-28E, Eddy County, New Mexico. IOGC proposes that the test well be drilled to a depth of approximately 11,250' in order to sufficiently test the Morrow Sand formation. Dry hole costs are estimated to be \$405,000, with total completed well costs estimated at \$697,000.

Enclosed are two copies of the AFE and a copy of our proposed operating Agreement for this well. If you should desire to participate, please sign and return one copy of the AFE together with any comments you may have regarding the proposed operating agreement. IOGC has acquired the interest of Kerr-McGee in the NE/4 of Section 20.

If you do not wish to participate in the proposed test well, IOGC proposes that you grant us a farmout of your interest in the N/2 of Section 20-20S-28E under the following terms:

1. On or before 120 days following the execution date of a definitive agreement, IOGC would commence or cause the commencement of an 11,250' Morrow Sand test at a location in the NE/4 of Section 20-20S-28E, Eddy County, New Mexico.
2. In the event the test well results in a well capable of producing in commercial quantities, IOGC would earn an assignment of your interest in the dedicated unit within Section 20 from the surface of the earth to the total depth drilled in the test well.

Abo Petroleum Corporation

November 11, 1996

Page 2

3. You would reserve in such assignment a 1/8th of 8/8ths overriding royalty interest which would absorb all burdens in excess of the usual 1/8th royalty, and would be proportionately reduced to the interest being assigned.

Due to time constraints on the commencement of the proposed well, IOGC has filed an application for compulsory pooling and an unorthodox well location with the New Mexico Oil Conservation Division. This matter will be heard at 8:15 a.m. on Thursday, December 5, 1996 at the Division's office at 2040 South Pacheco Street, Santa Fe, New Mexico. Failure to appear at that time will preclude you from contesting this matter at a later date. However, we would like to obtain your voluntary joinder in the well, and we would appreciate discussing this proposal with you at your earliest convenience.

Very truly yours,



Rock A. Quinn
Senior Landman

RAQ:rkw
Enclosures (3)

4angipro



InterCoast Oil and Gas Company
7130 South Lewis Avenue
Suite 700
Tulsa, Oklahoma 74136
918 488-8283 Telephone
918 488-8182 Fax

November 11, 1996

Whiting Petroleum Corporation
1700 Broadway, Suite 2300
Denver, CO 80290-2301

RE: Well Proposal
N/2 Section 20-20S-28E
Eddy County, NM
IOGC's Angell Ranch Prospect

Gentlemen:

InterCoast Oil and Gas Company ("IOGC") hereby proposes the drilling of a well to be located in the NE/4 of Section 20-20S-28E, Eddy County, New Mexico. IOGC proposes that the test well be drilled to a depth of approximately 11,250' in order to sufficiently test the Morrow Sand formation. Dry hole costs are estimated to be \$405,000, with total completed well costs estimated at \$697,000.

Enclosed are two copies of the AFE and a copy of our proposed operating Agreement for this well. If you should desire to participate, please sign and return one copy of the AFE together with any comments you may have regarding the proposed operating agreement. IOGC has acquired the interest of Kerr-McGee in the NE/4 of Section 20.

If you do not wish to participate in the proposed test well, IOGC proposes that you grant us a farmout of your interest in the N/2 of Section 20-20S-28E under the following terms:

1. On or before 120 days following the execution date of a definitive agreement, IOGC would commence or cause the commencement of an 11,250' Morrow Sand test at a location in the NE/4 of Section 20-20S-28E, Eddy County, New Mexico.
2. In the event the test well results in a well capable of producing in commercial quantities, IOGC would earn an assignment of your interest in the dedicated unit within Section 20 from the surface of the earth to the total depth drilled in the test well.

Whiting Petroleum Corporation

November 11, 1996

Page 2

3. You would reserve in such assignment a 1/8th of 8/8ths overriding royalty interest which would absorb all burdens in excess of the usual 1/8th royalty, and would be proportionately reduced to the interest being assigned.

Due to time constraints on the commencement of the proposed well, IOGC has filed an application for compulsory pooling and an unorthodox well location with the New Mexico Oil Conservation Division. This matter will be heard at 8:15 a.m. on Thursday, December 5, 1996 at the Division's office at 2040 South Pacheco Street, Santa Fe, New Mexico. Failure to appear at that time will preclude you from contesting this matter at a later date. However, we would like to obtain your voluntary joinder in the well, and we would appreciate discussing this proposal with you at your earliest convenience.

Very truly yours,



Rock A. Quinn
Senior Landman

RAQ:rkw
Enclosures (3)



InterCoast Oil and Gas Company
7130 South Lewis Avenue
Suite 700
Tulsa, Oklahoma 74136
918 488-8283 Telephone
918 488-8182 Fax

November 11, 1996

Myco Industries, Inc.
105 South Fourth Street
Artesia, NM 88210

RE: Well Proposal
N/2 Section 20-20S-28E
Eddy County, NM
IOGC's Angell Ranch Prospect

Gentlemen:

InterCoast Oil and Gas Company ("IOGC") hereby proposes the drilling of a well to be located in the NE/4 of Section 20-20S-28E, Eddy County, New Mexico. IOGC proposes that the test well be drilled to a depth of approximately 11,250' in order to sufficiently test the Morrow Sand formation. Dry hole costs are estimated to be \$405,000, with total completed well costs estimated at \$697,000.

Enclosed are two copies of the AFE and a copy of our proposed operating Agreement for this well. If you should desire to participate, please sign and return one copy of the AFE together with any comments you may have regarding the proposed operating agreement. IOGC has acquired the interest of Kerr-McGee in the NE/4 of Section 20.

If you do not wish to participate in the proposed test well, IOGC proposes that you grant us a farmout of your interest in the N/2 of Section 20-20S-28E under the following terms:

1. On or before 120 days following the execution date of a definitive agreement, IOGC would commence or cause the commencement of an 11,250' Morrow Sand test at a location in the NE/4 of Section 20-20S-28E, Eddy County, New Mexico.
2. In the event the test well results in a well capable of producing in commercial quantities, IOGC would earn an assignment of your interest in the dedicated unit within Section 20 from the surface of the earth to the total depth drilled in the test well.

3. You would reserve in such assignment a 1/8th of 8/8ths overriding royalty interest which would absorb all burdens in excess of the usual 1/8th royalty, and would be proportionately reduced to the interest being assigned.

Due to time constraints on the commencement of the proposed well, IOGC has filed an application for compulsory pooling and an unorthodox well location with the New Mexico Oil Conservation Division. This matter will be heard at 8:15 a.m. on Thursday, December 5, 1996 at the Division's office at 2040 South Pacheco Street, Santa Fe, New Mexico. Failure to appear at that time will preclude you from contesting this matter at a later date. However, we would like to obtain your voluntary joinder in the well, and we would appreciate discussing this proposal with you at your earliest convenience.

Very truly yours,



Rock A. Quinn
Senior Landman

RAQ:rkw
Enclosures (3)



InterCoast Oil and Gas Company
7130 South Lewis Avenue
Suite 700
Tulsa, Oklahoma 74136
918 488-8283 Telephone
918 488-8182 Fax

November 11, 1996

J. W. Gendron
1280 Encino Drive
San Marino, CA 91108

RE: Well Proposal
N/2 Section 20-20S-28E
Eddy County, NM
IOGC's Angell Ranch Prospect

Dear Mr. Gendron:

InterCoast Oil and Gas Company ("IOGC") hereby proposes the drilling of a well to be located in the NE/4 of Section 20-20S-28E, Eddy County, New Mexico. IOGC proposes that the test well be drilled to a depth of approximately 11,250' in order to sufficiently test the Morrow Sand formation. Dry hole costs are estimated to be \$405,000, with total completed well costs estimated at \$697,000.

Enclosed are two copies of the AFE and a copy of our proposed operating Agreement for this well. If you should desire to participate, please sign and return one copy of the AFE together with any comments you may have regarding the proposed operating agreement. IOGC has acquired the interest of Kerr-McGee in the NE/4 of Section 20.

If you do not wish to participate in the proposed test well, IOGC proposes that you grant us a farmout of your interest in the N/2 of Section 20-20S-28E under the following terms:

1. On or before 120 days following the execution date of a definitive agreement, IOGC would commence or cause the commencement of an 11,250' Morrow Sand test at a location in the NE/4 of Section 20-20S-28E, Eddy County, New Mexico.
2. In the event the test well results in a well capable of producing in commercial quantities, IOGC would earn an assignment of your interest in the dedicated unit within Section 20 from the surface of the earth to the total depth drilled in the test well.

J. W. Gendron
November 11, 1996
Page 2

3. You would reserve in such assignment a 1/8th of 8/8ths overriding royalty interest which would absorb all burdens in excess of the usual 1/8th royalty, and would be proportionately reduced to the interest being assigned.

Due to time constraints on the commencement of the proposed well, IOGC has filed an application for compulsory pooling and an unorthodox well location with the New Mexico Oil Conservation Division. This matter will be heard at 8:15 a.m. on Thursday, December 5, 1996 at the Division's office at 2040 South Pacheco Street, Santa Fe, New Mexico. Failure to appear at that time will preclude you from contesting this matter at a later date. However, we would like to obtain your voluntary joinder in the well, and we would appreciate discussing this proposal with you at your earliest convenience.

Very truly yours,



Rock A. Quinn
Senior Landman

RAQ:rkw
Enclosures (3)

4anglpro



InterCoast Oil and Gas Company
7130 South Lewis Avenue
Suite 700
Tulsa, Oklahoma 74136
918 488-8283 Telephone
918 488-8182 Fax

November 11, 1996

Joseph R. Hodge
3815 Roxbury Ct.
Colorado Springs, CO 80906

RE: Well Proposal
N/2 Section 20-20S-28E
Eddy County, NM
IOGC's Angell Ranch Prospect

Dear Mr. Hodge:

InterCoast Oil and Gas Company ("IOGC") hereby proposes the drilling of a well to be located in the NE/4 of Section 20-20S-28E, Eddy County, New Mexico. IOGC proposes that the test well be drilled to a depth of approximately 11,250' in order to sufficiently test the Morrow Sand formation. Dry hole costs are estimated to be \$405,000, with total completed well costs estimated at \$697,000.

Enclosed are two copies of the AFE and a copy of our proposed operating Agreement for this well. If you should desire to participate, please sign and return one copy of the AFE together with any comments you may have regarding the proposed operating agreement. IOGC has acquired the interest of Kerr-McGee in the NE/4 of Section 20.

If you do not wish to participate in the proposed test well, IOGC proposes that you grant us a farmout of your interest in the N/2 of Section 20-20S-28E under the following terms:

1. On or before 120 days following the execution date of a definitive agreement, IOGC would commence or cause the commencement of an 11,250' Morrow Sand test at a location in the NE/4 of Section 20-20S-28E, Eddy County, New Mexico.
2. In the event the test well results in a well capable of producing in commercial quantities, IOGC would earn an assignment of your interest in the dedicated unit within Section 20 from the surface of the earth to the total depth drilled in the test well.

Joseph R. Hodge
November 11, 1996
Page 2

3. You would reserve in such assignment a 1/8th of 8/8ths overriding royalty interest which would absorb all burdens in excess of the usual 1/8th royalty, and would be proportionately reduced to the interest being assigned.

Due to time constraints on the commencement of the proposed well, IOGC has filed an application for compulsory pooling and an unorthodox well location with the New Mexico Oil Conservation Division. This matter will be heard at 8:15 a.m. on Thursday, December 5, 1996 at the Division's office at 2040 South Pacheco Street, Santa Fe, New Mexico. Failure to appear at that time will preclude you from contesting this matter at a later date. However, we would like to obtain your voluntary joinder in the well, and we would appreciate discussing this proposal with you at your earliest convenience.

Very truly yours,



Rock A. Quinn
Senior Landman

RAQ:rkw
Enclosures (3)



InterCoast Oil and Gas

InterCoast Oil and Gas Company
7130 South Lewis Avenue
Suite 700
Tulsa, Oklahoma 74136
918 488-8283 Telephone
918 488-8182 Fax

November 11, 1996

E. G. Holden Testamentary Trust
2524 Union Street
San Francisco, CA 94123

RE: Well Proposal
N/2 Section 20-20S-28E
Eddy County, NM
IOGC's Angell Ranch Prospect

Gentlemen:

InterCoast Oil and Gas Company ("IOGC") hereby proposes the drilling of a well to be located in the NE/4 of Section 20-20S-28E, Eddy County, New Mexico. IOGC proposes that the test well be drilled to a depth of approximately 11,250' in order to sufficiently test the Morrow Sand formation. Dry hole costs are estimated to be \$405,000, with total completed well costs estimated at \$697,000.

Enclosed are two copies of the AFE and a copy of our proposed operating Agreement for this well. If you should desire to participate, please sign and return one copy of the AFE together with any comments you may have regarding the proposed operating agreement. IOGC has acquired the interest of Kerr-McGee in the NE/4 of Section 20.

If you do not wish to participate in the proposed test well, IOGC proposes that you grant us a farmout of your interest in the N/2 of Section 20-20S-28E under the following terms:

1. On or before 120 days following the execution date of a definitive agreement, IOGC would commence or cause the commencement of an 11,250' Morrow Sand test at a location in the NE/4 of Section 20-20S-28E, Eddy County, New Mexico.
2. In the event the test well results in a well capable of producing in commercial quantities, IOGC would earn an assignment of your interest in the dedicated unit within Section 20 from the surface of the earth to the total depth drilled in the test well.

3. You would reserve in such assignment a 1/8th of 8/8ths overriding royalty interest which would absorb all burdens in excess of the usual 1/8th royalty, and would be proportionately reduced to the interest being assigned.

Due to time constraints on the commencement of the proposed well, IOGC has filed an application for compulsory pooling and an unorthodox well location with the New Mexico Oil Conservation Division. This matter will be heard at 8:15 a.m. on Thursday, December 5, 1996 at the Division's office at 2040 South Pacheco Street, Santa Fe, New Mexico. Failure to appear at that time will preclude you from contesting this matter at a later date. However, we would like to obtain your voluntary joinder in the well, and we would appreciate discussing this proposal with you at your earliest convenience.

Very truly yours,



Rock A. Quinn
Senior Landman

RAQ:rkw
Enclosures (3)



InterCoast Oil and Gas Company
7130 South Lewis Avenue
Suite 700
Tulsa, Oklahoma 74136
918 488-8283 Telephone
918 488-8182 Fax

November 11, 1996

Betsy H. Keller
2524 Union Street
San Francisco, CA 94123

RE: Well Proposal
N/2 Section 20-20S-28E
Eddy County, NM
IOGC's Angell Ranch Prospect

Dear Ms. Keller:

InterCoast Oil and Gas Company ("IOGC") hereby proposes the drilling of a well to be located in the NE/4 of Section 20-20S-28E, Eddy County, New Mexico. IOGC proposes that the test well be drilled to a depth of approximately 11,250' in order to sufficiently test the Morrow Sand formation. Dry hole costs are estimated to be \$405,000, with total completed well costs estimated at \$697,000.

Enclosed are two copies of the AFE and a copy of our proposed operating Agreement for this well. If you should desire to participate, please sign and return one copy of the AFE together with any comments you may have regarding the proposed operating agreement. IOGC has acquired the interest of Kerr-McGee in the NE/4 of Section 20.

If you do not wish to participate in the proposed test well, IOGC proposes that you grant us a farmout of your interest in the N/2 of Section 20-20S-28E under the following terms:

1. On or before 120 days following the execution date of a definitive agreement, IOGC would commence or cause the commencement of an 11,250' Morrow Sand test at a location in the NE/4 of Section 20-20S-28E, Eddy County, New Mexico.
2. In the event the test well results in a well capable of producing in commercial quantities, IOGC would earn an assignment of your interest in the dedicated unit within Section 20 from the surface of the earth to the total depth drilled in the test well.

Betsy H. Keller
November 11, 1996
Page 2

3. You would reserve in such assignment a 1/8th of 8/8ths overriding royalty interest which would absorb all burdens in excess of the usual 1/8th royalty, and would be proportionately reduced to the interest being assigned.

Due to time constraints on the commencement of the proposed well, IOGC has filed an application for compulsory pooling and an unorthodox well location with the New Mexico Oil Conservation Division. This matter will be heard at 8:15 a.m. on Thursday, December 5, 1996 at the Division's office at 2040 South Pacheco Street, Santa Fe, New Mexico. Failure to appear at that time will preclude you from contesting this matter at a later date. However, we would like to obtain your voluntary joinder in the well, and we would appreciate discussing this proposal with you at your earliest convenience.

Very truly yours,



Rock A. Quinn
Senior Landman

RAQ:rkw
Enclosures (3)



InterCoast Oil and Gas Company
7130 South Lewis Avenue
Suite 700
Tulsa, Oklahoma 74136
918 488-8283 Telephone
918 488-8182 Fax

November 11, 1996

Isaac A. Kawasaki
734 Kalanipuu
Honolulu, HI 96825

RE: Well Proposal
N/2 Section 20-20S-28E
Eddy County, NM
IOGC's Angell Ranch Prospect

Dear Mr. Kawasaki:

InterCoast Oil and Gas Company ("IOGC") hereby proposes the drilling of a well to be located in the NE/4 of Section 20-20S-28E, Eddy County, New Mexico. IOGC proposes that the test well be drilled to a depth of approximately 11,250' in order to sufficiently test the Morrow Sand formation. Dry hole costs are estimated to be \$405,000, with total completed well costs estimated at \$697,000.

Enclosed are two copies of the AFE and a copy of our proposed operating Agreement for this well. If you should desire to participate, please sign and return one copy of the AFE together with any comments you may have regarding the proposed operating agreement. IOGC has acquired the interest of Kerr-McGee in the NE/4 of Section 20.

If you do not wish to participate in the proposed test well, IOGC proposes that you grant us a farmout of your interest in the N/2 of Section 20-20S-28E under the following terms:

1. On or before 120 days following the execution date of a definitive agreement, IOGC would commence or cause the commencement of an 11,250' Morrow Sand test at a location in the NE/4 of Section 20-20S-28E, Eddy County, New Mexico.
2. In the event the test well results in a well capable of producing in commercial quantities, IOGC would earn an assignment of your interest in the dedicated unit within Section 20 from the surface of the earth to the total depth drilled in the test well.

Isaac A. Kawasaki
November 11, 1996
Page 2

3. You would reserve in such assignment a 1/8th of 8/8ths overriding royalty interest which would absorb all burdens in excess of the usual 1/8th royalty, and would be proportionately reduced to the interest being assigned.

Due to time constraints on the commencement of the proposed well, IOGC has filed an application for compulsory pooling and an unorthodox well location with the New Mexico Oil Conservation Division. This matter will be heard at 8:15 a.m. on Thursday, December 5, 1996 at the Division's office at 2040 South Pacheco Street, Santa Fe, New Mexico. Failure to appear at that time will preclude you from contesting this matter at a later date. However, we would like to obtain your voluntary joinder in the well, and we would appreciate discussing this proposal with you at your earliest convenience.

Very truly yours,



Rock A. Quinn
Senior Landman

RAQ:rkw
Enclosures (3)

4anqlpro



InterCoast Oil and Gas Company
7130 South Lewis Avenue
Suite 700
Tulsa, Oklahoma 74136
918 488-8283 Telephone
918 488-8182 Fax

November 11, 1996

Charles Cline Moore
138 Harvard Avenue
Mill Valley, CA 94941

RE: Well Proposal
N/2 Section 20-20S-28E
Eddy County, NM
IOGC's Angell Ranch Prospect

Dear Mr. Moore:

InterCoast Oil and Gas Company ("IOGC") hereby proposes the drilling of a well to be located in the NE/4 of Section 20-20S-28E, Eddy County, New Mexico. IOGC proposes that the test well be drilled to a depth of approximately 11,250' in order to sufficiently test the Morrow Sand formation. Dry hole costs are estimated to be \$405,000, with total completed well costs estimated at \$697,000.

Enclosed are two copies of the AFE and a copy of our proposed operating Agreement for this well. If you should desire to participate, please sign and return one copy of the AFE together with any comments you may have regarding the proposed operating agreement. IOGC has acquired the interest of Kerr-McGee in the NE/4 of Section 20.

If you do not wish to participate in the proposed test well, IOGC proposes that you grant us a farmout of your interest in the N/2 of Section 20-20S-28E under the following terms:

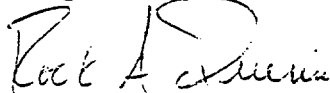
1. On or before 120 days following the execution date of a definitive agreement, IOGC would commence or cause the commencement of an 11,250' Morrow Sand test at a location in the NE/4 of Section 20-20S-28E, Eddy County, New Mexico.
2. In the event the test well results in a well capable of producing in commercial quantities, IOGC would earn an assignment of your interest in the dedicated unit within Section 20 from the surface of the earth to the total depth drilled in the test well.

Charles Cline Moore
November 11, 1996
Page 2

3. You would reserve in such assignment a 1/8th of 8/8ths overriding royalty interest which would absorb all burdens in excess of the usual 1/8th royalty, and would be proportionately reduced to the interest being assigned.

Due to time constraints on the commencement of the proposed well, IOGC has filed an application for compulsory pooling and an unorthodox well location with the New Mexico Oil Conservation Division. This matter will be heard at 8:15 a.m. on Thursday, December 5, 1996 at the Division's office at 2040 South Pacheco Street, Santa Fe, New Mexico. Failure to appear at that time will preclude you from contesting this matter at a later date. However, we would like to obtain your voluntary joinder in the well, and we would appreciate discussing this proposal with you at your earliest convenience.

Very truly yours,



Rock A. Quinn
Senior Landman

RAQ:rkw
Enclosures (3)

4anglpro



395 1741 367

InterCoast Oil and Gas Company
7130 South Lewis Avenue
Suite 700
Tulsa, Oklahoma 74136
318 488-8283 Telephone
318 488-8182 Fax

November 8, 1996

Diamond Head Properties, L. P.
P. O. Box 2127
Midland, TX 79702-2127

Attention: Ms. Shirley Choate

RE: Well Proposal
E/2 Section 20-20S-28E
Eddy County, NM
IOGC's Angell Ranch Prospect

Gentlemen:

InterCoast Oil and Gas Company ("IOGC") hereby proposes the drilling of a well to be located in the NE/4 of Section 20-20S-28E, Eddy County, New Mexico. IOGC proposes that the test well be drilled to a depth of approximately 11,250' in order to sufficiently test the Morrow Sand formation. Dry hole costs are estimated to be \$405,000, with total completed well costs estimated at \$697,000.

Enclosed are two copies of the AFE and a copy of our proposed operating Agreement for this well. If you should desire to participate, please sign and return one copy of the AFE together with any comments you may have regarding the proposed operating agreement.

If you do not wish to participate in the proposed test well, IOGC proposes that you grant us a farmout of your estimated 24% working interest in the E/2 of Section 20-20S-28E under the following terms:

1. On or before 60 days following the execution date of a definitive agreement, IOGC would commence or cause the commencement of an 11,250' Morrow Sand test at a location 990' FNL and 990' FEL of Section 20-20S-28E, Eddy County, New Mexico.
2. In the event the test well results in a well capable of producing in commercial quantities, IOGC would earn an assignment of your interest in the dedicated unit within Section 20 from the surface of the earth to the total depth drilled in the test well.

3. You would reserve in such assignment a 1/8th of 8/8ths overriding royalty interest which would absorb all burdens in excess of the usual 1/8th royalty, and would be proportionately reduced to the interest being assigned.

Please indicate your election by marking the appropriate space provided below and returning one (1) signed copy of this letter to my attention. If you have any questions or would like to discuss this proposal, please contact me at (918) 491-4176.

Very truly yours,



Rock A. Quinn
Senior Landman

RAQ:rkw
Enclosure

_____ We elect to participate in InterCoast Oil and Gas Company's proposed well.

_____ We elect to farmout our interest to InterCoast Oil and Gas Company. Please furnish us a farmout agreement for our review and execution.

DIAMOND HEAD PROPERTIES, L. P.

By: _____

INTERCOAST OIL AND GAS COMPANY

AUTHORIZATION FOR EXPENDITURES

Description of Work: Footage Drill, Log, DST, complete and equip a single zone Morrow Sand gas well

| | | |
|-----------------------------------|--------------------------|---------------------------------|
| Prospect <u>Angell Ranch</u> | Date <u>8/28/96</u> | |
| Lease <u>To Be Determined</u> | Well No. <u>1</u> | AFE No. _____ |
| Location <u>990' FNL-990' FEL</u> | Section <u>20</u> | Twp <u>20S</u> Range <u>28E</u> |
| Field <u>Atoka Morrow</u> | County <u>Eddy</u> | State <u>New Mexico</u> |
| Well TD <u>11250'</u> | Prim. Obj. <u>Morrow</u> | Sec. Obj. _____ |

| | Before Csg Point | After Csg Point | Total | | Before Csg Point | After Csg Point | Total |
|----------------------------------|---------------------|--------------------|------------------|---|---------------------|--------------------|------------------|
| INTANGIBLE COSTS | BCP-820 | ACP-840 | | TANGIBLE COSTS | BCP-830 | ACP-850 | |
| .01 Location/Damage Payment | 4,500 | | 4,500 | .01 Cattle Guards & Fencing | 0 | 0 | 0 |
| .02 Location Construction | 17,500 | 1,500 | 19,000 | .02 Csg. Cond. | 0 | X | 0 |
| .03 Contracted Equipment | 0 | 0 | 0 | .03 Csg. Surface | 8,125 | X | 8,125 |
| .04 Rotary Rig: MI, RU, RD, MO | 0 | 0 | 0 | 500' 13-3/8" 48# H-40 | | | |
| .05 Rotary Rig: Daywork | 11,000 | 11,000 | 22,000 | .04 Csg. Intermediate | 30,500 | X | 30,500 |
| .06 Rotary Rig: Footage | 191,250 | 0 | 191,250 | 000' 8-5/8" 32# | | | |
| .07 Fuel | 2,000 | 0 | 2,000 | .05 Csg. Production | X | 56,900 | 56,900 |
| .08 Drilling Bits | 0 | 0 | 0 | 4-1/2" @ 11250' | | | |
| .09 Drilling Fluid | 37,500 | 1,000 | 38,500 | .06 Float Equip, Centrizers, etc. | | 2,000 | 2,000 |
| .10 Mud Disposal | 3,000 | X | 3,000 | .07 Well Head | 8,800 | 11,500 | 20,300 |
| .11 Drill Stem Tests | 4,000 | X | 4,000 | .08 Tubing | X | 26,700 | 26,700 |
| .12 Cement and Cementing Service | 18,000 | 12,000 | 30,000 | 2-3/8", 4.7#, N-80 | | | |
| .13 Casing Crew, Equipment | 3,500 | 3,500 | 7,000 | .09 Pump Unit | X | 0 | 0 |
| .14 Logging: Open Hole | 9,500 | X | 9,500 | .10 Motor/Engine | X | 0 | 0 |
| .15 Completion Rig | X | 15,000 | 15,000 | .11 Rods & Pump | X | 0 | 0 |
| .16 Stimulation | X | 75,000 | 75,000 | .12 Pkr & Sub-surface Equip. | X | 10,000 | 10,000 |
| .17 Misc. Pumping Services | 0 | 3,500 | 3,500 | .13 Tanks | X | 6,000 | 6,000 |
| .18 Log & Perf Cased Hole | X | 8,000 | 8,000 | .14 Separator/Production Unit | X | 8,000 | 8,000 |
| .19 Rentals | 5,000 | 5,000 | 10,000 | .15 Heater Treater/Dehydrator | X | 8,000 | 8,000 |
| .20 Water/Water Hauling | 10,500 | 6,000 | 16,500 | .16 Fittings & Small Pipe | X | 12,500 | 12,500 |
| .21 Hauling/Freight | 0 | 1,000 | 1,000 | .17 Other Equipment | 0 | 0 | 0 |
| .22 Tubular Inspection | 1,500 | 2,500 | 4,000 | .18 Installation Costs | X | 12,500 | 12,500 |
| .23 Well Testing | 1,500 | 1,000 | 2,500 | .19 Miscellaneous | | | |
| .24 Labor: Contract | 2,500 | 2,500 | 5,000 | .20 Contingency | | | |
| .25 Company Geologist/Engineer | 2,500 | 0 | 2,500 | Subtotal | \$47,425 | \$154,100 | \$201,525 |
| .26 Overhead | 3,700 | 1,000 | 4,700 | | | | |
| .27 Professional Services | 17,500 | 6,000 | 23,500 | Pipeline | | PL-880 | |
| .28 Insurance | 1,700 | 0 | 1,700 | .01 Line Pipe | X | 25,000 | 25,000 |
| .29 Miscellaneous tax | 14,000 | 7,550 | 21,550 | .02 Metering Equipment | X | 0 | 0 |
| .30 Contingency | 500 | 0 | 500 | .03 Meter Sta. Valves, Fittings | X | 0 | 0 |
| .31 Coiled Tubing Work | 0 | 3,500 | 3,500 | Subtotal | | \$25,000 | \$25,000 |
| .32 Packer Redress | X | 0 | 0 | TOTAL TANGIBLE COSTS | \$47,425 | \$179,100 | \$226,525 |
| Subtotal | \$362,650 | \$166,550 | \$529,200 | | | | |
| Pipeline | | PL-880 | | TOTAL WELL COSTS | \$410,075 | \$345,650 | \$755,725 |
| .01 Tapping Fee | X | | | Total Well Cost to Casing Point | | | \$410,075 |
| .02 Purchased Right of Way | X | | | Plugging Cost | | | \$15,000 |
| .03 Damage Payments | X | | | Total Dry & Abandonment Cost | | | \$425,075 |
| .04 Right of Way Acquisition | X | | | Total Cost Through Evaluation of Zone of Interest | | | \$673,725 |
| .05 Permits | X | | | Prepared By: | LCF/TLR | | |
| .06 Freight | X | | | Estimated Spud Date | | | |
| .07 PL & Meter Sta. Construction | X | | | InterCoast WIO % | | | |
| .08 Surveying and Drafting | X | | | InterCoast Net Expenditure | | | \$0 |
| .09 Field Construction Sup. | X | | | Supplement No. | | | |
| .10 Misc. and Contingency | X | | | Original AFE Amount | | | |
| Subtotal | | | | Amount This Supplement | | | |
| TOTAL INTANGIBLE COSTS | \$362,650 | \$166,550 | \$529,200 | Revised AFE Amount | | | |

INTERCOAST OIL AND GAS COMPANY APPROVED

By:  Date: _____
 By: _____ Date: _____
 By: _____ Date: _____

WORKING INTEREST OWNER APPROVED

Company Name: _____
 By: _____ Date: _____
 Name: _____

INTERCOAST OIL AND GAS COMPANY

AUTHORIZATION FOR EXPENDITURES

Description of Work: Footage Drill, Log, DST, complete and equip a single zone Morrow Sand gas well

| | | | | | |
|----------|-------------------|------------|--------|-----------|---------------|
| Prospect | Angell Ranch | Well No. | 1 | Date | 12/17/96 |
| Lease | To Be Determined | Section | 20 | AFE No. | |
| Location | 990' FNL-990' FEL | County | Eddy | Twp | 20S Range 28E |
| Field | Atoka Morrow | Prim. Obj. | Morrow | State | New Mexico |
| Well TD | 11250' | | | Sec. Obj. | |

| | Before Csg Point | After Csg Point | Total | | Before Csg Point | After Csg Point | Total |
|----------------------------------|---------------------|--------------------|---------|-----------------------------------|---------------------|--------------------|-----------|
| INTANGIBLE COSTS | BCP-820 | ACP-840 | | TANGIBLE COSTS | BCP-830 | ACP-850 | |
| .01 Location/Damage Payment | 4,500 | | 4,500 | .01 Cattle Guards & Fencing | 0 | 0 | 0 |
| .02 Location Construction | 17,500 | 1,500 | 19,000 | .02 Csg: Cond. | 0 | X | 0 |
| .03 Contracted Equipment | 0 | 0 | 0 | .03 Csg: Surface | 8,125 | X | 8,125 |
| .04 Rotary Rig: MI, RU, RD, MO | 0 | 0 | 0 | 500' 13-3/8" 48# H-40 | | | |
| .05 Rotary Rig: Daywork | 11,000 | 11,000 | 22,000 | .04 Csg: Intermediate | 30,500 | X | 30,500 |
| .06 Rotary Rig: Footage | 210,950 | 0 | 210,950 | 3000' 8-5/8" 32# | | | |
| .07 Fuel | 2,000 | 0 | 2,000 | .05 Csg: Production | X | 56,900 | 56,900 |
| .08 Drilling Bits | 0 | 0 | 0 | 4-1/2" @ 11250' | | | |
| .09 Drilling Fluid | 37,500 | 1,000 | 38,500 | .06 Float Equip, Centrizers, etc. | | 2,000 | 2,000 |
| .10 Mud Disposal | 3,000 | X | 3,000 | .07 Well Head | 8,800 | 11,500 | 20,300 |
| .11 Drill Stem Tests | 4,000 | X | 4,000 | .08 Tubing | X | 26,700 | 26,700 |
| .12 Cement and Cementing Service | 18,000 | 12,000 | 30,000 | 2-3/8", 4.7#, N-80 | | | |
| .13 Casing Crew, Equipment | 3,500 | 3,500 | 7,000 | .09 Pump Unit | X | 0 | 0 |
| .14 Logging: Open Hole | 9,500 | X | 9,500 | .10 Motor/Engine | X | 0 | 0 |
| .15 Completion Rig | X | 15,000 | 15,000 | .11 Rods & Pump | X | 0 | 0 |
| .16 Stimulation | X | 75,000 | 75,000 | .12 Pkr & Sub-surface Equip. | X | 10,000 | 10,000 |
| .17 Misc. Pumping Services | 0 | 3,500 | 3,500 | .13 Tanks | X | 6,000 | 6,000 |
| .18 Log & Perf Cased Hole | X | 8,000 | 8,000 | .14 Separator/Production Unit | X | 8,000 | 8,000 |
| .19 Rentals | 5,000 | 5,000 | 10,000 | .15 Heater Treater/Dehydrator | X | 8,000 | 8,000 |
| .20 Water/Water Hauling | 10,500 | 6,000 | 16,500 | .16 Fittings & Small Pipe | X | 12,500 | 12,500 |
| .21 Hauling/Freight | 0 | 1,000 | 1,000 | .17 Other Equipment | 0 | 0 | 0 |
| .22 Tubular Inspection | 1,500 | 2,500 | 4,000 | .18 Installation Costs | X | 12,500 | 12,500 |
| .23 Well Testing | 1,500 | 1,000 | 2,500 | .19 Miscellaneous | | | |
| .24 Labor: Contract | 2,500 | 2,500 | 5,000 | .20 Contingency | | | |
| .25 Company Geologist/Engineer | 2,500 | 0 | 2,500 | Subtotal | \$47,425 | \$154,100 | \$201,525 |
| .26 Overhead | 3,700 | 1,000 | 4,700 | | | | |
| .27 Professional Services | 17,500 | 6,000 | 23,500 | Pipeline | | PL-880 | |
| .28 Insurance | 1,700 | 0 | 1,700 | .01 Line Pipe | X | 25,000 | 25,000 |
| .29 Miscellaneous tax | 14,000 | 7,550 | 21,550 | .02 Metering Equipment | X | 0 | |
| .30 Contingency | 500 | 0 | 500 | .03 Meter Sta. Valves, Fittings | X | 0 | |
| .31 Coiled Tubing Work | 0 | 3,500 | 3,500 | Subtotal | | \$25,000 | \$25,000 |
| .32 Packer Redress | X | 0 | 0 | TOTAL TANGIBLE COSTS | \$47,425 | \$179,100 | \$226,525 |

| | | | | | | | |
|----------------------------------|-----------|-----------|-----------|---|-----------|-----------|-----------|
| Subtotal | \$382,350 | \$166,550 | \$548,900 | | | | |
| Pipeline | | PL-880 | | TOTAL WELL COSTS | \$429,775 | \$345,650 | \$775,425 |
| .01 Tapping Fee | X | | | Total Well Cost to Casing Point | | | \$429,775 |
| .02 Purchased Right of Way | X | | | Plugging Cost | | | \$15,000 |
| .03 Damage Payments | X | | | Total Dry & Abandonment Cost | | | \$444,775 |
| .04 Right of Way Acquisition | X | | | Total Cost Through Evaluation of Zone of Interest | | | \$693,425 |
| .05 Permits | X | | | Prepared By: | LCF/TLR | | |
| .06 Freight | X | | | Estimated Spud Date | | | |
| .07 PL & Meter Sta. Construction | X | | | InterCoast WIO % | | | |
| .08 Surveying and Drafting | X | | | InterCoast Net Expenditure | | | \$0 |
| .09 Field Construction Sup. | X | | | Supplement No. | | | |
| .10 Misc. and Contingency | X | | | Original AFE Amount | | | |
| Subtotal | \$382,350 | \$166,550 | \$548,900 | Amount This Supplement | | | |
| TOTAL INTANGIBLE COSTS | \$382,350 | \$166,550 | \$548,900 | | | | |

NEW MEXICO

INTERCOAST OIL AND GAS COMPANY APPROVED

OIL CONSERVATION DIVISION APPROVED

| | | | |
|----------------|-------|-----------------------|---------|
| By: <i>LCF</i> | Date: | Company Name: | 3 |
| By: | Date: | By: <i>InterCoast</i> | EXHIBIT |
| By: | Date: | Name: | 11666 |

CASE NO.

BEFORE THE NEW MEXICO OIL CONSERVATION DIVISION

APPLICATION OF INTERCOAST OIL
AND GAS COMPANY FOR COMPULSORY
POOLING AND AN UNORTHODOX GAS
WELL LOCATION, EDDY COUNTY, NEW MEXICO.

Case No. 11,666

AFFIDAVIT REGARDING NOTICE

STATE OF NEW MEXICO)
COUNTY OF SANTA FE) ss.

Rock A. Quinn, being duly sworn upon his oath, deposes and states:

1. I am over the age of 18, and have personal knowledge of the matters stated herein.

2. I am a landman for Applicant.

3. Applicant has conducted a good faith, diligent effort to find the names and correct addresses of the interest owners entitled to receive notice of the compulsory pooling application filed herein.

4. Notice of the compulsory pooling application was provided to the interest owners at their correct addresses by certified mail. Copies of the certified return receipts are attached hereto as Exhibit A.

5. Applicant has complied with the notice provisions of Division Rule 1207.



Rock A. Quinn

SUBSCRIBED AND SWORN TO before me this 18th day of December, 1996, by Rock A. Quinn.



My Commission Expires:

10-29-99

NEW MEXICO
OIL CONSERVATION DIVISION

InterCoast EXHIBIT 5

CASE NO. 11666

InterCoast - Rita
P 553 784 850

US Postal Service Receipt for Certified Mail

No Insurance Coverage Provided.

Do not use for International Mail (See reverse)

Sent to

Charles Cline Moore

Street & Number

138 Harvard Ave.

Post Office, State, & ZIP Code

Mill Valley, CA 94941

Postage

\$

Certified Fee

\$

Special Delivery Fee

\$

Restricted Delivery Fee

\$

Return Receipt Showing to Whom & Date Delivered

\$

Return Receipt Showing to Whom & Date Delivered

\$

Date & Addressee's Address

\$

TOTAL Postage & Fees

\$

INTERCOAST OIL AND GAS COMPANY

Postmaster 7130 South Lewis Ave.

Suite 700

Tulsa, Oklahoma 74136

Is your RETURN ADDRESS completed on the reverse side?

SENDER:

- Complete items 1 and/or 2 for additional services.
- Complete items 3, 4a, and 4b.
- Print your name and address on the reverse of this form so that we can return this card to you.
- Attach this form to the front of the mailpiece, or on the back if space does not permit.
- Write "Return Receipt Requested" on the mailpiece below the article number.
- The Return Receipt will show to whom the article was delivered and the date delivered.

I also wish to receive the following services (for an extra fee):

1. ☐ Addressee's Address
2. ☐ Restricted Delivery

Consult postmaster for fee.

3. Article Addressed to:

Isaac A. Kawasaki
734 Kalanipuu
Honolulu, HI 96825

4a. Article Number

P 553 984 805

4b. Service Type

- ☐ Registered ☒ Certified
☐ Express Mail ☐ Insured
☐ Return Receipt for Merchandise ☐ COD

7. Date of Delivery

5. Received By: (Print Name)

6. Signature: (Addressee or Agent)

X

Sam M. Thurb

8. Addressee's Address (Only if requested and fee is paid)

Thank you for using Return Receipt Service.

PS Form 3811, December 1994

Domestic Return Receipt

SENDER:

- Complete items 1 and/or 2 for additional services.
- Complete items 3, 4a, and 4b.
- Print your name and address on the reverse of this form so that we can return this card to you.
- Attach this form to the front of the mailpiece, or on the back if space does not permit.
- Write "Return Receipt Requested" on the mailpiece below the article number.
- The Return Receipt will show to whom the article was delivered and the date delivered.

I also wish to receive the following services (for an extra fee):

1. ☐ Addressee's Address
2. ☐ Restricted Delivery

Consult postmaster for fee.

3. Article Addressed to:

Betsy H. Keller
2524 Union Street
San Francisco, CA 94123

4a. Article Number

P 553 984 804

4b. Service Type

- ☐ Registered ☒ Certified
☐ Express Mail ☐ Insured
☐ Return Receipt for Merchandise ☐ COD

7. Date of Delivery

5. Received By: (Print Name)

6. Signature: (Addressee or Agent)

X

B. Keller

8. Addressee's Address (Only if requested and fee is paid)

Thank you for using Return Receipt Service.

PS Form 3811, December 1994

Domestic Return Receipt

Is your RETURN ADDRESS completed on the reverse side?

SENDER:

- Complete items 1 and/or 2 for additional services.
- Complete items 3, 4a, and 4b.
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- Write "Return Receipt Requested" on the mailpiece below the article number.
- The Return Receipt will show to whom the article was delivered and the date delivered.

I also wish to receive the following services (for an extra fee):

1. ☐ Addressee's Address
2. ☐ Restricted Delivery

Consult postmaster for fee.

3. Article Addressed to:
E. G. Holden Testamentary Trust
2524 Union Street
San Francisco, CA 94123

4a. Article Number
P 553 984 803

4b. Service Type
☐ Registered ☒ Certified
☐ Express Mail ☐ Insured
☐ Return Receipt for Merchandise ☐ COD

7. Date of Delivery

5. Received By: (Print Name)

6. Signature: (Addressee or Agent)

8. Addressee's Address (Only if requested and fee is paid)

PS Form 3811, December 1994

Domestic Return Receipt

Thank you for using Return Receipt Service.

Is your RETURN ADDRESS completed on the reverse side?

SENDER:

- Complete items 1 and/or 2 for additional services.
- Complete items 3, 4a, and 4b.
- Print your name and address on the reverse of this form so that we can return this card to you.
- Attach this form to the front of the mailpiece, or on the back if space does not permit.
- Write "Return Receipt Requested" on the mailpiece below the article number.
- The Return Receipt will show to whom the article was delivered and the date delivered.

I also wish to receive the following services (for an extra fee):

1. ☐ Addressee's Address
2. ☐ Restricted Delivery

Consult postmaster for fee.

3. Article Addressed to:
Joseph R. Hodge
3815 Roxbury Ct.
Colorado Springs, CO 80906

4a. Article Number
Z 156 482 589

4b. Service Type
☐ Registered ☒ Certified
☐ Express Mail ☐ Insured
☐ Return Receipt for Merchandise ☐ COD

7. Date of Delivery NOV 1 1996

5. Received By: (Print Name)

6. Signature: (Addressee or Agent)

8. Addressee's Address (Only if requested and fee is paid)

PS Form 3811, December 1994

Domestic Return Receipt

Thank you for using Return Receipt Service.

Is your RETURN ADDRESS completed on the reverse side?

SENDER:

- Complete items 1 and/or 2 for additional services.
- Complete items 3, 4a, and 4b.
- Print your name and address on the reverse of this form so that we can return this card to you.
- Attach this form to the front of the mailpiece, or on the back if space does not permit.
- Write "Return Receipt Requested" on the mailpiece below the article number.
- The Return Receipt will show to whom the article was delivered and the date delivered.

I also wish to receive the following services (for an extra fee):

1. ☐ Addressee's Address
2. ☐ Restricted Delivery

Consult postmaster for fee.

3. Article Addressed to:
J. W. Gendron
1280 Encino Drive
San Marino, CA 91108

4a. Article Number
Z 156 482 590

4b. Service Type
☐ Registered ☒ Certified
☐ Express Mail ☐ Insured
☐ Return Receipt for Merchandise ☐ COD

7. Date of Delivery 11-18-96

5. Received By: (Print Name)

6. Signature: (Addressee or Agent)

8. Addressee's Address (Only if requested and fee is paid)

PS Form 3811, December 1994

Domestic Return Receipt

Thank you for using Return Receipt Service.

Is your RETURN ADDRESS completed on the reverse side?

SENDER:

- Complete items 1 and/or 2 for additional services.
- Complete items 3, 4a, and 4b.
- Print your name and address on the reverse of this form so that we can return this card to you.
- Attach this form to the front of the mailpiece, or on the back if space does not permit.
- Write "Return Receipt Requested" on the mailpiece below the article number.
- The Return Receipt will show to whom the article was delivered and the date delivered.

I also wish to receive the following services (for an extra fee):

1. ☐ Addressee's Address
2. ☐ Restricted Delivery

Consult postmaster for fee.

3. Article Addressed to:

Myco Industries, Inc.
105 South 4th Street
Artesia, NM 88210

4a. Article Number

Z 156 482 591

4b. Service Type

- ☐ Registered ☒ Certified
☐ Express Mail ☐ Insured
☐ Return Receipt for Merchandise ☐ COD

7. Date of Delivery

11/18/96

5. Received By: (Print Name)

Kathryn Parsons

6. Signature: (Addressee or Agent)

X Kathryn Parsons

8. Addressee's Address (Only if requested and fee is paid)

PS Form 3811, December 1994

Domestic Return Receipt

Thank you for using Return Receipt Service.

Is your RETURN ADDRESS completed on the reverse side?

SENDER:

- Complete items 1 and/or 2 for additional services.
- Complete items 3, 4a, and 4b.
- Print your name and address on the reverse of this form so that we can return this card to you.
- Attach this form to the front of the mailpiece, or on the back if space does not permit.
- Write "Return Receipt Requested" on the mailpiece below the article number.
- The Return Receipt will show to whom the article was delivered and the date delivered.

I also wish to receive the following services (for an extra fee):

1. ☐ Addressee's Address
2. ☐ Restricted Delivery

Consult postmaster for fee.

3. Article Addressed to:

Whiting Petroleum Corporation
1700 Broadway, Suite 2300
Denver, CO 80290-2301

4a. Article Number

P 553 984 856

4b. Service Type

- ☐ Registered ☒ Certified
☐ Express Mail ☐ Insured
☐ Return Receipt for Merchandise ☐ COD

7. Date of Delivery

11/18/96

5. Received By: (Print Name)

6. Signature: (Addressee or Agent)

X [Signature]

8. Addressee's Address (Only if requested and fee is paid)

PS Form 3811, December 1994

Domestic Return Receipt

Thank you for using Return Receipt Service.

Is your RETURN ADDRESS completed on the reverse side?

SENDER:

- Complete items 1 and/or 2 for additional services.
- Complete items 3, 4a, and 4b.
- Print your name and address on the reverse of this form so that we can return this card to you.
- Attach this form to the front of the mailpiece, or on the back if space does not permit.
- Write "Return Receipt Requested" on the mailpiece below the article number.
- The Return Receipt will show to whom the article was delivered and the date delivered.

I also wish to receive the following services (for an extra fee):

1. ☐ Addressee's Address
2. ☐ Restricted Delivery

Consult postmaster for fee.

3. Article Addressed to:

Abo Petroleum Corporation
331 West Main St., Suite A
Artesia, NM 88210-2160

4a. Article Number

P 553 984 855

4b. Service Type

- ☐ Registered ☒ Certified
☐ Express Mail ☐ Insured
☐ Return Receipt for Merchandise ☐ COD

7. Date of Delivery

11/18/96

5. Received By: (Print Name)

6. Signature: (Addressee or Agent)

X [Signature]

8. Addressee's Address (Only if requested and fee is paid)

PS Form 3811, December 1994

Domestic Return Receipt

Thank you for using Return Receipt Service.

Is your RETURN ADDRESS completed on the reverse side?

SENDER:

- Complete items 1 and/or 2 for additional services.
- Complete items 3, 4a, and 4b.
- Print your name and address on the reverse of this form so that we can return this card to you.
- Attach this form to the front of the mailpiece, or on the back if space does not permit.
- Write "Return Receipt Requested" on the mailpiece below the article number.
- The Return Receipt will show to whom the article was delivered and the date delivered.

I also wish to receive the following services (for an extra fee):

1. ☐ Addressee's Address
2. ☐ Restricted Delivery

Consult postmaster for fee.

3. Article Addressed to:

R. Ken Williams
P. O. Box 10626
Midland, TX 79702-7626

4a. Article Number

P 553 984 854

4b. Service Type

- | | |
|---|---|
| <input type="checkbox"/> Registered | <input checked="" type="checkbox"/> Certified |
| <input type="checkbox"/> Express Mail | <input type="checkbox"/> Insured |
| <input type="checkbox"/> Return Receipt for Merchandise | <input type="checkbox"/> COD |

7. Date of Delivery

11-19-96

5. Received By: (Print Name)

8. Addressee's Address (Only if requested and fee is paid)

6. Signature: (Addressee or Agent)

Donnie Griffin

PS Form 3811, December 1994

Domestic Return Receipt

Thank you for using Return Receipt Service.

Is your RETURN ADDRESS completed on the reverse side?

SENDER:

- Complete items 1 and/or 2 for additional services.
- Complete items 3, 4a, and 4b.
- Print your name and address on the reverse of this form so that we can return this card to you.
- Attach this form to the front of the mailpiece, or on the back if space does not permit.
- Write "Return Receipt Requested" on the mailpiece below the article number.
- The Return Receipt will show to whom the article was delivered and the date delivered.

I also wish to receive the following services (for an extra fee):

1. ☐ Addressee's Address
2. ☐ Restricted Delivery

Consult postmaster for fee.

3. Article Addressed to:

Yates Drilling Company
110 South 4th Street
Yates Building
Artesia, NM 88210-2123

4a. Article Number

P 553 984 853

4b. Service Type

- | | |
|---|---|
| <input type="checkbox"/> Registered | <input checked="" type="checkbox"/> Certified |
| <input type="checkbox"/> Express Mail | <input type="checkbox"/> Insured |
| <input type="checkbox"/> Return Receipt for Merchandise | <input type="checkbox"/> COD |

7. Date of Delivery

11/18/96

5. Received By: (Print Name)

Kathryn Parsons

8. Addressee's Address (Only if requested and fee is paid)

6. Signature: (Addressee or Agent)

X *Kathryn Parsons*

PS Form 3811, December 1994

Domestic Return Receipt

Thank you for using Return Receipt Service.

Is your RETURN ADDRESS completed on the reverse side?

SENDER:

- Complete items 1 and/or 2 for additional services.
- Complete items 3, 4a, and 4b.
- Print your name and address on the reverse of this form so that we can return this card to you.
- Attach this form to the front of the mailpiece, or on the back if space does not permit.
- Write "Return Receipt Requested" on the mailpiece below the article number.
- The Return Receipt will show to whom the article was delivered and the date delivered.

I also wish to receive the following services (for an extra fee):

1. ☐ Addressee's Address
2. ☐ Restricted Delivery

Consult postmaster for fee.

3. Article Addressed to:

W. A. & E. R. Hudson, Inc.
616 Texas Street
Ft. Worth, TX 76102-4612

4a. Article Number

P 553 984 852

4b. Service Type

- | | |
|---|---|
| <input type="checkbox"/> Registered | <input checked="" type="checkbox"/> Certified |
| <input type="checkbox"/> Express Mail | <input type="checkbox"/> Insured |
| <input type="checkbox"/> Return Receipt for Merchandise | <input type="checkbox"/> COD |

7. Date of Delivery

NOV 18 1996

5. Received By: (Print Name)

8. Addressee's Address (Only if requested and fee is paid)

6. Signature: (Addressee or Agent)

X *W. A. & E. R. Hudson*

PS Form 3811, December 1994

Domestic Return Receipt

Thank you for using Return Receipt Service.

Is your RETURN ADDRESS completed on the reverse side?

SENDER:

- Complete items 1 and/or 2 for additional services.
- Complete items 3, 4a, and 4b.
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- Attach this form to the front of the mailpiece, or on the back if space does not permit.
- Write "Return Receipt Requested" on the mailpiece below the article number.
- The Return Receipt will show to whom the article was delivered and the date delivered.

I also wish to receive the following services (for an extra fee):

1. ☐ Addressee's Address
2. ☐ Restricted Delivery

Consult postmaster for fee.

3. Article Addressed to:

Adolph P. Schuman
400 Sansome Street
San Francisco, CA 94111

4a. Article Number

P 553 984 851

4b. Service Type

- ☐ Registered ☒ Certified
☐ Express Mail ☐ Insured
☐ Return Receipt for Merchandise ☐ COD

7. Date of Delivery

11-18-96

5. Received By: (Print Name)

6. Signature: (Addressee or Agent)

X S. Brown

8. Addressee's Address (Only if requested and fee is paid)

PS Form 3811, December 1994

Domestic Return Receipt

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Is your RETURN ADDRESS completed on the reverse side?

SENDER:

- Complete items 1 and/or 2 for additional services.
- Complete items 3, 4a, and 4b.
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- Attach this form to the front of the mailpiece, or on the back if space does not permit.
- Write "Return Receipt Requested" on the mailpiece below the article number.
- The Return Receipt will show to whom the article was delivered and the date delivered.

I also wish to receive the following services (for an extra fee):

1. ☐ Addressee's Address
2. ☐ Restricted Delivery

Consult postmaster for fee.

3. Article Addressed to:

Diamond Head Properties
Attn: Shirley Choate
P.O. Box 2127
Midland, TX 79702-2127

4a. Article Number

Z 156 482 232

4b. Service Type

- ☐ Registered ☒ Certified
☐ Express Mail ☐ Insured
☐ Return Receipt for Merchandise ☐ COD

7. Date of Delivery

NOV 18 1996

5. Received By: (Print Name)

6. Signature: (Addressee or Agent)

X Ricki Kraemer

8. Addressee's Address (Only if requested and fee is paid)

PS Form 3811, December 1994

Domestic Return Receipt

Thank you for using Return Receipt Service.

Is your RETURN ADDRESS completed on the reverse side?

SENDER:

- Complete items 1 and/or 2 for additional services.
- Complete items 3, 4a, and 4b.
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- Attach this form to the front of the mailpiece, or on the back if space does not permit.
- Write "Return Receipt Requested" on the mailpiece below the article number.
- The Return Receipt will show to whom the article was delivered and the date delivered.

I also wish to receive the following services (for an extra fee):

1. ☐ Addressee's Address
2. ☐ Restricted Delivery

Consult postmaster for fee.

3. Article Addressed to:

W.A. & E.R. Hudson, Inc.
616 Texas St.
H. Worth, TX 76102-4612

4a. Article Number

P 553 984 867

4b. Service Type

- ☐ Registered ☒ Certified
☐ Express Mail ☐ Insured
☐ Return Receipt for Merchandise ☐ COD

7. Date of Delivery

NOV 18 1996

5. Received By: (Print Name)

6. Signature: (Addressee or Agent)

X W. Clarke

8. Addressee's Address (Only if requested and fee is paid)

PS Form 3811, December 1994

Domestic Return Receipt

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Is your RETURN ADDRESS completed on the reverse side?

SENDER:

- Complete items 1 and/or 2 for additional services.
- Complete items 3, 4a, and 4b.
- Print your name and address on the reverse of this form so that we can return this card to you.
- Attach this form to the front of the mailpiece, or on the back if space does not permit.
- Write "Return Receipt Requested" on the mailpiece below the article number.
- The Return Receipt will show to whom the article was delivered and the date delivered.

I also wish to receive the following services (for an extra fee):

- ☐ Addressee's Address
 - ☐ Restricted Delivery
- Consult postmaster for fee.

3. Article Addressed to:

Adolph P. Schuman
400 Sansome St.
San Francisco, CA
94111

4a. Article Number

P553 984 866

4b. Service Type

- ☐ Registered ☒ Certified
☐ Express Mail ☐ Insured
☐ Return Receipt for Merchandise ☐ COD

7. Date of Delivery

11-18-96

5. Received By: (Print Name)

6. Signature: (Addressee or Agent)

X *[Signature]*

8. Addressee's Address (Only if requested and fee is paid)

PS Form 3811, December 1994

Domestic Return Receipt

Thank you for using Return Receipt Service.

Is your RETURN ADDRESS completed on the reverse side?

SENDER:

- Complete items 1 and/or 2 for additional services.
- Complete items 3, 4a, and 4b.
- Print your name and address on the reverse of this form so that we can return this card to you.
- Attach this form to the front of the mailpiece, or on the back if space does not permit.
- Write "Return Receipt Requested" on the mailpiece below the article number.
- The Return Receipt will show to whom the article was delivered and the date delivered.

I also wish to receive the following services (for an extra fee):

- ☐ Addressee's Address
- ☐ Restricted Delivery

Consult postmaster for fee.

3. Article Addressed to:

Yates Drilling Co.
110 S. 4th St. - Yates Bldg
Cortesia, NM 88210-2123

4a. Article Number

P553 984 868

4b. Service Type

- ☐ Registered ☒ Certified
☐ Express Mail ☐ Insured
☐ Return Receipt for Merchandise ☐ COD

7. Date of Delivery

11/8/96

5. Received By: (Print Name)

6. Signature: (Addressee or Agent)

X *[Signature]*

8. Addressee's Address (Only if requested and fee is paid)

PS Form 3811, December 1994

Domestic Return Receipt

Thank you for using Return Receipt Service.

Is your RETURN ADDRESS completed on the reverse side?

SENDER:

- Complete items 1 and/or 2 for additional services.
- Complete items 3, 4a, and 4b.
- Print your name and address on the reverse of this form so that we can return this card to you.
- Attach this form to the front of the mailpiece, or on the back if space does not permit.
- Write "Return Receipt Requested" on the mailpiece below the article number.
- The Return Receipt will show to whom the article was delivered and the date delivered.

I also wish to receive the following services (for an extra fee):

- ☐ Addressee's Address
- ☐ Restricted Delivery

Consult postmaster for fee.

3. Article Addressed to:

R. Ken Williams
P.O. Box 10626
Midland, TX 79702-7626

4a. Article Number

P553 984 857

4b. Service Type

- ☐ Registered ☒ Certified
☐ Express Mail ☐ Insured
☐ Return Receipt for Merchandise ☐ COD

7. Date of Delivery

NOV 18 1996

5. Received By: (Print Name)

6. Signature: (Addressee or Agent)

[Signature]

8. Addressee's Address (Only if requested and fee is paid)

PS Form 3811, December 1994

Domestic Return Receipt

Thank you for using Return Receipt Service.

Domestic ... Receivables

Is your RETURN ADDRESS completed on the reverse side?

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- Complete items 3, 4a, and 4b.
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- Attach this form to the front of the mailpiece, or on the back if space does not permit.
- Write "Return Receipt Requested" on the mailpiece below the article number.
- The Return Receipt will show to whom the article was delivered and the date delivered.

I also wish to receive the following services (for an extra fee):

- ☐ Addressee's Address
- ☐ Restricted Delivery

Consult postmaster for fee.

3. Article Addressed to:

Unit Petroleum Corporation
7130 South Lewis
Tulsa, OK 74136

4a. Article Number

P553 984 872

4b. Service Type

- ☐ Registered ☒ Certified
☐ Express Mail ☐ Insured
☐ Return Receipt for Merchandise ☐ COD

7. Date of Delivery

11/15/96

5. Received By: (Print Name)

8. Addressee's Address (Only if requested and fee is paid)

6. Signature: (Addressee or Agent)

X *[Signature]*

PS Form 3811, December 1994

Domestic Return Receipt

Thank you for using Return Receipt Service.

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- The Return Receipt will show to whom the article was delivered and the date delivered.

I also wish to receive the following services (for an extra fee):

- ☐ Addressee's Address
- ☐ Restricted Delivery

Consult postmaster for fee.

3. Article Addressed to:

Pennzoil Exploration &
Production Company
P. O. Box 2967
Houston, TX 77252-2967

4a. Article Number

P553 984 873

4b. Service Type

- ☐ Registered ☒ Certified
☐ Express Mail ☐ Insured
☐ Return Receipt for Merchandise ☐ COD

7. Date of Delivery

NOV 18 1996

5. Received By: (Print Name)

8. Addressee's Address (Only if requested and fee is paid)

6. Signature: (Addressee or Agent)

X *[Signature]*

PS Form 3811, December 1994

Domestic Return Receipt

Thank you for using Return Receipt Service.

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SENDER:

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I also wish to receive the following services (for an extra fee):

- ☐ Addressee's Address
- ☐ Restricted Delivery

Consult postmaster for fee.

3. Article Addressed to:

Space Building Corporation
250 Cape Highway, Route 44
East Taunton, MA 02713

4a. Article Number

P553 984 875

4b. Service Type

- ☐ Registered ☒ Certified
☐ Express Mail ☐ Insured
☐ Return Receipt for Merchandise ☐ COD

7. Date of Delivery

11/21/96

5. Received By: (Print Name)

8. Addressee's Address (Only if requested and fee is paid)

6. Signature: (Addressee or Agent)

X *[Signature]*

PS Form 3811, December 1994

Domestic Return Receipt

Thank you for using Return Receipt Service.

Is your RETURN ADDRESS completed on the reverse side?

SENDER:

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- Complete items 3, 4a, and 4b.
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- Attach this form to the front of the mailpiece, or on the back if space does not permit.
- Write "Return Receipt Requested" on the mailpiece below the article number.
- The Return Receipt will show to whom the article was delivered and the date delivered.

I also wish to receive the following services (for an extra fee):

- ☐ Addressee's Address
- ☐ Restricted Delivery

Consult postmaster for fee.

3. Article Addressed to:

Myco Industries, Inc
105 S. 4th St.
Artesia, NM 88210

4a. Article Number

P 553 984 859

4b. Service Type

- ☐ Registered ☒ Certified
☐ Express Mail ☐ Insured
☐ Return Receipt for Merchandise ☐ COD

7. Date of Delivery

11/8/96

5. Received By: (Print Name)

Kathryn Parsons

6. Signature: (Addressee or Agent)

X Kathryn Parsons

8. Addressee's Address (Only if requested and fee is paid)

PS Form 3811, December 1994

Domestic Return Receipt

Thank you for using Return Receipt Service.

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SENDER:

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- Complete items 3, 4a, and 4b.
- Print your name and address on the reverse of this form so that we can return this card to you.
- Attach this form to the front of the mailpiece, or on the back if space does not permit.
- Write "Return Receipt Requested" on the mailpiece below the article number.
- The Return Receipt will show to whom the article was delivered and the date delivered.

I also wish to receive the following services (for an extra fee):

- ☐ Addressee's Address
- ☐ Restricted Delivery

Consult postmaster for fee.

3. Article Addressed to:

J. W. Hendon
1280 Encino Dr.
San Marino, CA 91108

4a. Article Number

P 553 984 860

4b. Service Type

- ☐ Registered ☒ Certified
☐ Express Mail ☐ Insured
☐ Return Receipt for Merchandise ☐ COD

7. Date of Delivery

11-20-96

5. Received By: (Print Name)

X J. W. Hendon

6. Signature: (Addressee or Agent)

X J. W. Hendon

8. Addressee's Address (Only if requested and fee is paid)

PS Form 3811, December 1994

Domestic Return Receipt

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SENDER:

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- Write "Return Receipt Requested" on the mailpiece below the article number.
- The Return Receipt will show to whom the article was delivered and the date delivered.

I also wish to receive the following services (for an extra fee):

- ☐ Addressee's Address
- ☐ Restricted Delivery

Consult postmaster for fee.

3. Article Addressed to:

Joseph R. Hodge
3815 Roxbury Ct.
Colorado Springs CO 80906

4a. Article Number

P 553 984 861

4b. Service Type

- ☐ Registered ☒ Certified
☐ Express Mail ☐ Insured
☐ Return Receipt for Merchandise ☐ COD

7. Date of Delivery

11/8/96

5. Received By: (Print Name)

X Joseph R. Hodge

6. Signature: (Addressee or Agent)

X Joseph R. Hodge

8. Addressee's Address (Only if requested and fee is paid)

PS Form 3811, December 1994

Domestic Return Receipt

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SENDER:

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- Attach this form to the front of the mailpiece, or on the back if space does not permit.
- Write "Return Receipt Requested" on the mailpiece below the article number.
- The Return Receipt will show to whom the article was delivered and the date delivered.

I also wish to receive the following services (for an extra fee):

1. ☐ Addressee's Address
2. ☐ Restricted Delivery

Consult postmaster for fee.

3. Article Addressed to:

Edward R. Hudson, Jr. and
Ann F. Hudson
616 Texas Street
Fl. Worth, TX 76102

4a. Article Number

2 156 482 220

4b. Service Type

- ☐ Registered ☒ Certified
☐ Express Mail ☐ Insured
☐ Return Receipt for Merchandise ☐ COD

7. Date of Delivery

NOV 13 1996

5. Received By: (Print Name)

8. Addressee's Address (Only if requested and fee is paid)

6. Signature: (Addressee or Agent)

X *Mark*

PS Form 3811, December 1994

Domestic Return Receipt

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- Attach this form to the front of the mailpiece, or on the back if space does not permit.
- Write "Return Receipt Requested" on the mailpiece below the article number.
- The Return Receipt will show to whom the article was delivered and the date delivered.

I also wish to receive the following services (for an extra fee):

1. ☐ Addressee's Address
2. ☐ Restricted Delivery

Consult postmaster for fee.

3. Article Addressed to:

Karen V. Martin and William H. Martin,
Trustees of the Martin Living Trust
400 West Illinois, Suite 1100
Midland, TX 79701

4a. Article Number

2 156 482 219

4b. Service Type

- ☐ Registered ☒ Certified
☐ Express Mail ☐ Insured
☐ Return Receipt for Merchandise ☐ COD

7. Date of Delivery

11-18-96

5. Received By: (Print Name)

8. Addressee's Address (Only if requested and fee is paid)

6. Signature: (Addressee or Agent)

X *Mail Delivery*

PS Form 3811, December 1994

Domestic Return Receipt

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- Attach this form to the front of the mailpiece, or on the back if space does not permit.
- Write "Return Receipt Requested" on the mailpiece below the article number.
- The Return Receipt will show to whom the article was delivered and the date delivered.

I also wish to receive the following services (for an extra fee):

1. ☐ Addressee's Address
2. ☐ Restricted Delivery

Consult postmaster for fee.

3. Article Addressed to:

LAJ Corp.
P. O. Box 10626
Midland, TX 79702-7626

4a. Article Number

2 156 482 221

4b. Service Type

- ☐ Registered ☒ Certified
☐ Express Mail ☐ Insured
☐ Return Receipt for Merchandise ☐ COD

7. Date of Delivery

NOV 18 1996

5. Received By: (Print Name)

8. Addressee's Address (Only if requested and fee is paid)

6. Signature: (Addressee or Agent)

PS Form 3811, December 1994

Domestic Return Receipt

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Is your RETURN ADDRESS completed on the reverse side?

SENDER:

- Complete items 1 and/or 2 for additional services.
- Complete items 3, 4a, and 4b.
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- Attach this form to the front of the mailpiece, or on the back if space does not permit.
- Write "Return Receipt Requested" on the mailpiece below the article number.
- The Return Receipt will show to whom the article was delivered and the date delivered.

I also wish to receive the following services (for an extra fee):

1. ☐ Addressee's Address
2. ☐ Restricted Delivery

Consult postmaster for fee.

3. Article Addressed to:

Brown Brothers Harriman Trust Company
Trustee of the William B. Oliver
Trust and Successor Trustee of the
Agnes Cluth Oliver Trust
2001 Ross Ave., Suite 1150
Dallas, TX 75201

4a. Article Number

2 156 482 222

4b. Service Type

- | | |
|---|---|
| <input type="checkbox"/> Registered | <input checked="" type="checkbox"/> Certified |
| <input type="checkbox"/> Express Mail | <input type="checkbox"/> Insured |
| <input type="checkbox"/> Return Receipt for Merchandise | <input type="checkbox"/> COD |

7. Date of Delivery

NOV 18 1996

5. Received By: (Print Name)

8. Addressee's Address (Only if requested and fee is paid)

6. Signature: (Addressee or Agent)

X *[Signature]*

PS Form 3811, December 1994

Domestic Return Receipt

Thank you for using Return Receipt Service.

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SENDER:

- Complete items 1 and/or 2 for additional services.
- Complete items 3, 4a, and 4b.
- Print your name and address on the reverse of this form so that we can return this card to you.
- Attach this form to the front of the mailpiece, or on the back if space does not permit.
- Write "Return Receipt Requested" on the mailpiece below the article number.
- The Return Receipt will show to whom the article was delivered and the date delivered.

I also wish to receive the following services (for an extra fee):

1. ☐ Addressee's Address
2. ☐ Restricted Delivery

Consult postmaster for fee.

3. Article Addressed to:

Devon Energy Corporation
20 North Broadway, Suite 1500
Oklahoma City, OK 73102

4a. Article Number

2 156 482 227

4b. Service Type

- | | |
|---|---|
| <input type="checkbox"/> Registered | <input checked="" type="checkbox"/> Certified |
| <input type="checkbox"/> Express Mail | <input type="checkbox"/> Insured |
| <input type="checkbox"/> Return Receipt for Merchandise | <input type="checkbox"/> COD |

7. Date of Delivery

11-15-96

5. Received By: (Print Name)

Larry Brown

8. Addressee's Address (Only if requested and fee is paid)

6. Signature: (Addressee or Agent)

X *[Signature]*

PS Form 3811, December 1994

Domestic Return Receipt

Thank you for using Return Receipt Service.

Is your RETURN ADDRESS completed on the reverse side?

SENDER:

- Complete items 1 and/or 2 for additional services.
- Complete items 3, 4a, and 4b.
- Print your name and address on the reverse of this form so that we can return this card to you.
- Attach this form to the front of the mailpiece, or on the back if space does not permit.
- Write "Return Receipt Requested" on the mailpiece below the article number.
- The Return Receipt will show to whom the article was delivered and the date delivered.

I also wish to receive the following services (for an extra fee):

1. ☐ Addressee's Address
2. ☐ Restricted Delivery

Consult postmaster for fee.

3. Article Addressed to:

Edward H. Judson and
Marilyn M. Judson
400 West Illinois, Suite 1100
Midland, TX 79701

4a. Article Number

2 156 482 228

4b. Service Type

- | | |
|---|---|
| <input type="checkbox"/> Registered | <input checked="" type="checkbox"/> Certified |
| <input type="checkbox"/> Express Mail | <input type="checkbox"/> Insured |
| <input type="checkbox"/> Return Receipt for Merchandise | <input type="checkbox"/> COD |

7. Date of Delivery

11-18-96

5. Received By: (Print Name)

8. Addressee's Address (Only if requested and fee is paid)

6. Signature: (Addressee or Agent)

X *[Signature]*

PS Form 3811, December 1994

Domestic Return Receipt

Thank you for using Return Receipt Service.

Is your RETURN ADDRESS completed on the reverse side?

- Complete items 1 and/or 2 for additional services.
- Complete items 3, 4a, and 4b.
- Print your name and address on the reverse of this form so that we can return this card to you.
- Attach this form to the front of the mailpiece, or on the back if space does not permit.
- Write "Return Receipt Requested" on the mailpiece below the article number.
- The Return Receipt will show to whom the article was delivered and the date delivered.

following services (for an extra fee):

1. ☐ Addressee's Address
2. ☐ Restricted Delivery

Consult postmaster for fee.

3. Article Addressed to:

Frances B. Bunn
2493 Makiki Heights Drive
Honolulu, Hawaii 96822

4a. Article Number

2 156 482 229

4b. Service Type

- ☐ Registered ☒ Certified
☐ Express Mail ☐ Insured
☐ Return Receipt for Merchandise ☐ COD

7. Date of Delivery

11/19/96

5. Received By: (Print Name)

Frances B Bunn

6. Signature: (Addressee or Agent)

X Frances B Bunn

8. Addressee's Address (Only if requested and fee is paid)

PS Form 3811, December 1994

Domestic Return Receipt

Thank you for using Return Receipt Service.

Is your RETURN ADDRESS completed on the reverse side?

SENDER:

- Complete items 1 and/or 2 for additional services.
- Complete items 3, 4a, and 4b.
- Print your name and address on the reverse of this form so that we can return this card to you.
- Attach this form to the front of the mailpiece, or on the back if space does not permit.
- Write "Return Receipt Requested" on the mailpiece below the article number.
- The Return Receipt will show to whom the article was delivered and the date delivered.

I also wish to receive the following services (for an extra fee):

1. ☐ Addressee's Address
2. ☐ Restricted Delivery

Consult postmaster for fee.

3. Article Addressed to:

Hayes Properties, Inc.
P. O. Box 3700
Midland, TX 79702



4a. Article Number

2 156 482 230

4b. Service Type

- ☐ Registered ☒ Certified
☐ Express Mail ☐ Insured
☒ Return Receipt for Merchandise ☐ COD

7. Date of Delivery

5. Received By: (Print Name)

6. Signature: (Addressee or Agent)

X [Signature]

8. Addressee's Address (Only if requested and fee is paid)

PS Form 3811, December 1994

Domestic Return Receipt

Thank you for using Return Receipt Service.

Is your RETURN ADDRESS completed on the reverse side?

SENDER:

- Complete items 1 and/or 2 for additional services.
- Complete items 3, 4a, and 4b.
- Print your name and address on the reverse of this form so that we can return this card to you.
- Attach this form to the front of the mailpiece, or on the back if space does not permit.
- Write "Return Receipt Requested" on the mailpiece below the article number.
- The Return Receipt will show to whom the article was delivered and the date delivered.

I also wish to receive the following services (for an extra fee):

1. ☐ Addressee's Address
2. ☐ Restricted Delivery

Consult postmaster for fee.

3. Article Addressed to:

Yates Petroleum Corp.
105 S. 4th Street
Artesia, NM 87196

4a. Article Number

2 156 482 231

4b. Service Type

- ☐ Registered ☒ Certified
☐ Express Mail ☐ Insured
☐ Return Receipt for Merchandise ☐ COD

7. Date of Delivery

NOV 20 1996

5. Received By: (Print Name)

6. Signature: (Addressee or Agent)

PS Form 3811, December 1994

Domestic Return Receipt

Thank you for using Return Receipt Service.

Is your RETURN ADDRESS completed on the reverse side?

SENDER:
 ■ Complete items 1 and/or 2 for additional services.
 ■ Complete items 3, 4a, and 4b.
 ■ Print your name and address on the reverse of this form so that we can return this card to you.
 ■ Attach this form to the front of the mailpiece, or on the back if space does not permit.
 ■ Write "Return Receipt Requested" on the mailpiece below the article number.
 ■ The Return Receipt will show to whom the article was delivered and the date delivered.

I also wish to receive the following services (for an extra fee):
 1. ☐ Addressee's Address
 2. ☐ Restricted Delivery
 Consult postmaster for fee.

| | |
|--|--|
| 3. Article Addressed to: Ernie Bello 3325 Ala Akulikuli Honolulu, Hawaii 96818-2215 | 4a. Article Number P553 984 858 4b. Service Type <input type="checkbox"/> Registered <input checked="" type="checkbox"/> Certified <input type="checkbox"/> Express Mail <input type="checkbox"/> Insured <input type="checkbox"/> Return Receipt for Merchandise <input type="checkbox"/> COD 7. Date of Delivery |
| 5. Received By: (Print Name) LERRAINE BELLO | 8. Addressee's Address (Only if requested and fee is paid) |
| 6. Signature: (Addressee or Agent) X Lerraine Bello | |

PS Form 3811, December 1994 Domestic Return Receipt

Thank you for using Return Receipt Service.

Is your RETURN ADDRESS completed on the reverse side?

SENDER:
 ■ Complete items 1 and/or 2 for additional services.
 ■ Complete items 3, 4a, and 4b.
 ■ Print your name and address on the reverse of this form so that we can return this card to you.
 ■ Attach this form to the front of the mailpiece, or on the back if space does not permit.
 ■ Write "Return Receipt Requested" on the mailpiece below the article number.
 ■ The Return Receipt will show to whom the article was delivered and the date delivered.

I also wish to receive the following services (for an extra fee):
 1. ☐ Addressee's Address
 2. ☐ Restricted Delivery
 Consult postmaster for fee.

| | |
|---|--|
| 3. Article Addressed to: Frederick Van Vranken Cedar Swamp Road, Box 264 Jericho, NY 11753 | 4a. Article Number Z156 482 218 4b. Service Type <input type="checkbox"/> Registered <input checked="" type="checkbox"/> Certified <input type="checkbox"/> Express Mail <input type="checkbox"/> Insured <input type="checkbox"/> Return Receipt for Merchandise <input type="checkbox"/> COD 7. Date of Delivery NOV 19 1994 |
| 5. Received By: (Print Name) | 8. Addressee's Address (Only if requested and fee is paid) |
| 6. Signature: (Addressee or Agent) X Brady Klein | |

PS Form 3811, December 1994 Domestic Return Receipt

Thank you for using Return Receipt Service.

Interpost Attn: Rita
555 44 865

5/2 AR

US Postal Service

Receipt for Certified Mail

No Insurance Coverage Provided.

Do not use for International Mail (See reverse)

Charles Cline Moore
Street & Number

Post Office, State, & ZIP Code

Postage \$

Certified Fee

Special Delivery Fee

Restricted Delivery Fee

Return Receipt Showing to Whom & Date Delivered

Return Receipt Showing to Whom, Date, & Addressee's Address

TOTAL Postage & Fees \$

INTERCOAST OIL and GAS COMPANY

7130 South Lewis Ave.

Suite 700

Tulsa, Oklahoma 74122

PS Form 3800, April 1995

Is your RETURN ADDRESS completed on the reverse side?

- SENDER:**
- Complete items 1 and/or 2 for additional services.
 - Complete items 3, 4a, and 4b.
 - Print your name and address on the reverse of this form so that we can return this card to you.
 - Attach this form to the front of the mailpiece, or on the back if space does not permit.
 - Write "Return Receipt Requested" on the mailpiece below the article number.
 - The Return Receipt will show to whom the article was delivered and the date delivered.

I also wish to receive the following services (for an extra fee):

- ☐ Addressee's Address
- ☐ Restricted Delivery

Consult postmaster for fee.

3. Article Addressed to:

E. G. Holden Test. Trust
2524 Union St.
San Francisco, CA

4a. Article Number

P553 984 862

4b. Service Type

- ☐ Registered ☒ Certified
☐ Express Mail ☐ Insured
☐ Return Receipt for Merchandise ☐ COD

7. Date of Delivery

5. Received By: (Print Name)

94/123
11/18/96
X *B. Keller*

8. Addressee's Address (Only if requested and fee is paid)

PS Form 3811, December 1994

Domestic Return Receipt

Thank you for using Return Receipt Service.

Is your RETURN ADDRESS completed on the reverse side?

- SENDER:**
- Complete items 1 and/or 2 for additional services.
 - Complete items 3, 4a, and 4b.
 - Print your name and address on the reverse of this form so that we can return this card to you.
 - Attach this form to the front of the mailpiece, or on the back if space does not permit.
 - Write "Return Receipt Requested" on the mailpiece below the article number.
 - The Return Receipt will show to whom the article was delivered and the date delivered.

I also wish to receive the following services (for an extra fee):

- ☐ Addressee's Address
- ☐ Restricted Delivery

Consult postmaster for fee.

3. Article Addressed to:

Betsy H. Keller
2524 Union St.
San Francisco, CA

4a. Article Number

P553 984 863

4b. Service Type

- ☐ Registered ☒ Certified
☐ Express Mail ☐ Insured
☐ Return Receipt for Merchandise ☐ COD

7. Date of Delivery

5. Received By: (Print Name)

94/123
11/18/96
X *B. Keller*

8. Addressee's Address (Only if requested and fee is paid)

PS Form 3811, December 1994

Domestic Return Receipt

Thank you for using Return Receipt Service.

Is your RETURN ADDRESS completed on the reverse side?

- SENDER:**
- Complete items 1 and/or 2 for additional services.
 - Complete items 3, 4a, and 4b.
 - Print your name and address on the reverse of this form so that we can return this card to you.
 - Attach this form to the front of the mailpiece, or on the back if space does not permit.
 - Write "Return Receipt Requested" on the mailpiece below the article number.
 - The Return Receipt will show to whom the article was delivered and the date delivered.

I also wish to receive the following services (for an extra fee):

- ☐ Addressee's Address
- ☐ Restricted Delivery

Consult postmaster for fee.

3. Article Addressed to:

Isaac A. Kawasaki
734 Kalanipuu
Honolulu, HI

4a. Article Number

P553 984 864

4b. Service Type

- ☐ Registered ☒ Certified
☐ Express Mail ☐ Insured
☐ Return Receipt for Merchandise ☐ COD

7. Date of Delivery

5. Received By: (Print Name)

94/123
11/18/96
X *James M. Nantz*

8. Addressee's Address (Only if requested and fee is paid)

PS Form 3811, December 1994

Domestic Return Receipt

Thank you for using Return Receipt Service.

Is your RETURN ADDRESS completed on the reverse side?

SENDER:

- Complete items 1 and/or 2 for additional services.
- Complete items 3, 4a, and 4b.
- Print your name and address on the reverse of this form so that we can return this card to you.
- Attach this form to the front of the mailpiece, or on the back if space does not permit.
- Write "Return Receipt Requested" on the mailpiece below the article number.
- The Return Receipt will show to whom the article was delivered and the date delivered.

I also wish to receive the following services (for an extra fee):

- ☐ Addressee's Address
- ☐ Restricted Delivery

Consult postmaster for fee.

3. Article Addressed to:

Mary Hudson Ard
4808 Westridge Avenue
Ft. Worth, TX 76116

4a. Article Number

Z 156 482 223

4b. Service Type

- ☐ Registered ☒ Certified
☐ Express Mail ☐ Insured
☐ Return Receipt for Merchandise ☐ COD

7. Date of Delivery

11-18-96

5. Received By: (Print Name)

6. Signature: (Addressee or Agent)

X

8. Addressee's Address (Only if requested and fee is paid)

PS Form 3811, December 1994

Domestic Return Receipt

Thank you for using Return Receipt Service.

Is your RETURN ADDRESS completed on the reverse side?

SENDER:

- Complete items 1 and/or 2 for additional services.
- Complete items 3, 4a, and 4b.
- Print your name and address on the reverse of this form so that we can return this card to you.
- Attach this form to the front of the mailpiece, or on the back if space does not permit.
- Write "Return Receipt Requested" on the mailpiece below the article number.
- The Return Receipt will show to whom the article was delivered and the date delivered.

I also wish to receive the following services (for an extra fee):

- ☐ Addressee's Address
- ☐ Restricted Delivery

Consult postmaster for fee.

3. Article Addressed to:

David Goodnow
230 Ridgefield Road
Wilton, CT 06897

4a. Article Number

Z 156 482 225

4b. Service Type

- ☐ Registered ☒ Certified
☐ Express Mail ☐ Insured
☐ Return Receipt for Merchandise ☐ COD

7. Date of Delivery

5. Received By: (Print Name)

6. Signature: (Addressee or Agent)

X

8. Addressee's Address (Only if requested and fee is paid)

PS Form 3811, December 1994

Domestic Return Receipt

Thank you for using Return Receipt Service.

Is your RETURN ADDRESS completed on the reverse side?

SENDER:

- Complete items 1 and/or 2 for additional services.
- Complete items 3, 4a, and 4b.
- Print your name and address on the reverse of this form so that we can return this card to you.
- Attach this form to the front of the mailpiece, or on the back if space does not permit.
- Write "Return Receipt Requested" on the mailpiece below the article number.
- The Return Receipt will show to whom the article was delivered and the date delivered.

I also wish to receive the following services (for an extra fee):

- ☐ Addressee's Address
- ☐ Restricted Delivery

Consult postmaster for fee.

3. Article Addressed to:

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

4a. Article Number

Z 156 482 226

4b. Service Type

- ☐ Registered ☒ Certified
☐ Express Mail ☐ Insured
☐ Return Receipt for Merchandise ☐ COD

7. Date of Delivery

NOV 18 1996

5. Received By: (Print Name)

6. Signature: (Addressee or Agent)

X

8. Addressee's Address (Only if requested and fee is paid)

PS Form 3811, December 1994

Domestic Return Receipt

Thank you for using Return Receipt Service.

BEFORE THE NEW MEXICO OIL CONSERVATION DIVISION

APPLICATION OF INTERCOAST OIL
AND GAS COMPANY FOR COMPULSORY
POOLING AND AN UNORTHODOX GAS
WELL LOCATION, EDDY COUNTY, NEW MEXICO.

Case No. 11,666

AFFIDAVIT REGARDING NOTICE

STATE OF NEW MEXICO)
COUNTY OF SANTA FE) ss.

James Bruce, being duly sworn upon his oath, deposes and states:

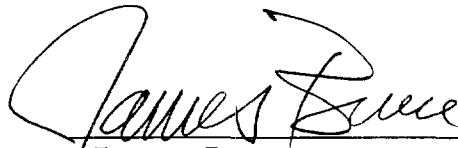
1. I am over the age of 18, and have personal knowledge of the matters stated herein.

2. I am an attorney for Applicant.

3. Applicant has conducted a good faith, diligent effort to find the names and correct addresses of the interest owners entitled to receive notice of the unorthodox location application filed herein.

4. Notice of the unorthodox location application was provided to the interest owners at their correct addresses by certified mail. Copies of the notice letters and certified return receipts are attached hereto as Exhibit A.

5. Applicant has complied with the notice provisions of Division Rule 1207.


James Bruce

SUBSCRIBED AND SWORN TO before me this 16th day of December, 1996, by James Bruce.



My Commission Expires:

10-29-99

NEW MEXICO
OIL CONSERVATION DIVISION
 EXHIBIT 6

CASE NO. 11666

HINKLE, COX, EATON, COFFIELD & HENSLEY,
L.L.P.

ATTORNEYS AT LAW

218 MONTEZUMA POST OFFICE BOX 2068
SANTA FE, NEW MEXICO 87504-2068
(505) 982-4554 FAX (505) 982-8623

LEWIS C. COX, JR. 1934-1993
CLARENCE E. HINKLE 1904-1985

OF COUNSEL
O. M. CALHOUN* JOE W. WOOD
RICHARD L. CAZZELL* RAY W. RICHARDS*

AUSTIN AFFILIATION
HOFFMAN & STEPHENS, P.C.
KENNETH R. HOFFMAN*
TOM D. STEPHENS*
RONALD C. SCHULTZ, JR.*
JOSE CANO*

THOMAS E. HOOD*
REBECCA NICHOLS JOHNSON
STANLEY K. KOTOVSKY, JR.
ELLEN S. CASEY
MARGARET CARTER LUDEWIG
S. BARRY PAISNER
WYATT L. BROOKS*
DAVID M. RUSSELL*
ANDREW J. CLOUTIER
STEPHANIE LANDRY
KIRT E. MOELLING*
DIANE FISHER
JULIE P. NEERKEN
WILLIAM F. SLATTERY
CHRISTOPHER M. MOODY
JOHN D. PHILLIPS
EARL R. NORRIS
JAMES A. GILLESPIE
MARGARET R. MENETT

GARY W. LARSON
LISA K. SMITH*
NORMAN D. ENWART
DARREN T. GROCE*
HOLLY MCINTOSH
MARGA B. LINCOLN
SCOTT A. SHAW*
PAUL G. NASON
AMY C. WRIGHT*
BRADLEY G. BISHOP*
KAROLYN KING NELSON
ELLEN T. LOUDERBOUGH
JAMES H. WOOD*
NANCY L. STRATTON
TIMOTHY R. BROWN
JAMES C. MARTIN

*NOT LICENSED IN NEW MEXICO

November 15, 1996

VIA CERTIFIED MAIL
RETURN RECEIPT REQUESTED

To: All Parties on Attached Exhibit A

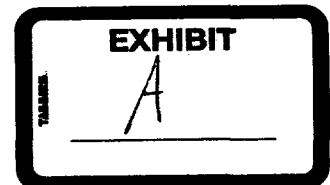
InterCoast Oil and Gas Company has filed an application with the New Mexico Oil Conservation Division for an unorthodox location for a well to be drilled 990 feet from North and East lines of Section 20, Township 20 South, Range 28 East, N.M.P.M., Eddy County, New Mexico. This matter will be heard at 8:15 a.m. on Thursday, December 5, 1996 at the Division's office at 2040 South Pacheco Street, Santa Fe, New Mexico. Failure to appear at that time will preclude you from contesting this matter at a later date.

Very truly yours,

HINKLE, COX, EATON, COFFIELD
& HENSLEY, L.L.P.

James Bruce
James Bruce

JB/bc



POST OFFICE BOX 10
ROSWELL, NEW MEXICO 88202
(505) 622-6510
FAX (505) 623-9332

POST OFFICE BOX 3580
MIDLAND, TEXAS 79702
(915) 683-4691
FAX (915) 683-6518

POST OFFICE BOX 9238
AMARILLO, TEXAS 79105
(806) 372-5569
FAX (806) 372-9761

POST OFFICE BOX 2043
ALBUQUERQUE, NEW MEXICO 87103
(505) 768-1500
FAX (505) 768-1529

401 W. 15TH STREET, SUITE 800
AUSTIN, TEXAS 78701
(512) 476-7137
FAX (512) 476-5431

EXHIBIT "A"

Petroleum Reserve Corporation
4815 S. Harvard Drive, Suite 305
Tulsa, OK 74135

Oxy USA, Inc.
Post Office Box 50250
Midland, TX 79710

Vision Energy, Inc.
Post Office Box 2459
Carlsbad, NM 88221

Petroleum Reserve Corp.
4815 S. Harvard, Suite 305
Tulsa, OK 73112

Claremont Oil Corp.
4815 S. Harvard, Suite 305
Tulsa, OK 73112

PXA Onshore Corp.
1612 S. Cincinnati Avenue
Tulsa, OK 74119

John McRae
Post Office Box 2970
Denton, TX 76201

John D. Wallis
16 E. 16th Street
Tulsa, OK 74119

Karen Loewenherz
4825 S. Peoria, #6
Tulsa, OK 74105

Milton Berry
4825 S. Peoria, #6
Tulsa, OK 74105

Baker Recovery, Inc.
Post Office Box 1026
Tulsa, OK 74101

Mallon Oil Co.
999 18th Street, Suite 1700
Denver, CO 80202

Is your **RETURN ADDRESS** completed on the reverse side?


| | | | |
|---|--|--|--|
| SENDER: ■ Complete items 1 and/or 2 for additional services. ■ Complete items 3, 4a, and 4b. ■ Print your name and address on the reverse of this form so that we can return this card to you. ■ Attach this form to the front of the mailpiece, or on the back if space does not permit. ■ Write "Return Receipt Requested" on the mailpiece below the article number. ■ The Return Receipt will show to whom the article was delivered and the date delivered. | | I also wish to receive the following services (for an extra fee): 1. <input type="checkbox"/> Addressee's Address 2. <input type="checkbox"/> Restricted Delivery Consult postmaster for fee. | |
| 3. Article Addressed to: Petroleum Reserve Corp 4815 S. Howard, Ste 305 Tulsa OK 73112 | | 4a. Article Number P 502 246 307 | |
| 5. Received By: (Print Name) | | 4b. Service Type <input type="checkbox"/> Registered <input type="checkbox"/> Express Mail <input type="checkbox"/> Return Receipt for Merchandise <input type="checkbox"/> COD <input checked="" type="checkbox"/> Certified <input type="checkbox"/> Insured | |
| 6. Signature (Addressee or Agent) X <i>James F. Libbey</i> | | 7. Date of Delivery NOV 23 1996 | |
| 8. Addressee's Address (Only if requested and fee is paid) | | | |

Thank you for using Return Receipt Service.

BC

P 502 240 307

US Postal Service
Receipt for Certified Mail
 No Insurance Coverage Provided.
 Do not use for International Mail (See reverse)

| | |
|--|---------|
| Sent to Petroleum Reserve Corp | |
| Street & Number 4815 S. Howard Ste 305 | |
| Post Office, State, & ZIP Code Tulsa OK 73112 | |
| Postage | \$.32 |
| Certified Fee | 1.10 |
| Special Delivery Fee | |
| Restricted Delivery Fee | |
| Return Receipt Showing to Whom & Date Delivered | 1.10 |
| Return Receipt Showing to Whom, Date, & Addressee's Address | |
| TOTAL Postage & Fees | \$ 2.52 |
| Postmark or Date  | |

PS Form 3800, April 1995

Is your **RETURN ADDRESS** completed on the reverse side?

| | | | |
|---|--|---|--|
| SENDER: <input type="checkbox"/> Complete items 1 and/or 2 for additional services. <input type="checkbox"/> Complete items 3, 4a, and 4b. <input type="checkbox"/> Print your name and address on the reverse of this form so that we can return this card to you. <input type="checkbox"/> Attach this form to the front of the mailpiece, or on the back if space does not permit. <input type="checkbox"/> Write "Return Receipt Requested" on the mailpiece below the article number. <input type="checkbox"/> The Return Receipt will show to whom the article was delivered and the date delivered. | | 3. Article Addressed to: OXY, USA, Inc. P.O. Box 50250 Midland TX 79710 | |
| 5. Received By: (Print Name) X <i>[Signature]</i> | | 4a. Article Number P 502 240 305 | |
| 6. Signature: (Addressee or Agent) X <i>[Signature]</i> | | 4b. Service Type <input type="checkbox"/> Registered <input type="checkbox"/> Express Mail <input type="checkbox"/> Return Receipt for Merchandise <input type="checkbox"/> COD <input checked="" type="checkbox"/> Certified <input type="checkbox"/> Insured | |
| 8. Addressee's Address (Only if requested and fee is paid) | | 7. Date NOV 18 1995 | |

Thank you for using Return Receipt Service.

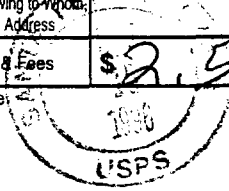
P 502 240 305

BC



US Postal Service
Receipt for Certified Mail
 No Insurance Coverage Provided.
 Do not use for International Mail (See reverse)

| | |
|---|--------|
| Sent to | |
| Oxy USA Inc | |
| Street & Number | |
| P.O. Box 50250 | |
| Post Office, State, & ZIP Code | |
| Midland TX 79710 | |
| Postage | \$.32 |
| Certified Fee | 1.10 |
| Special Delivery Fee | |
| Restricted Delivery Fee | |
| Return Receipt Showing to Whom & Date Delivered | 6.10 |
| Return Receipt Showing to Whom, Date, & Addressee's Address | |
| TOTAL Postage & Fees | \$2.52 |
| Postmark or Date: | |

PS Form 3800, April 1995



PS Form 2811, February 1994

| | | | |
|---|--|--|--|
| SENDER: ■ Complete items 1 and/or 2 for additional services. ■ Complete items 3, 4a, and 4b. ■ Print your name and address on the reverse of this form so that we can return this card to you. ■ Attach this form to the front of the mailpiece, or on the back if space does not permit. ■ Write "Return Receipt Requested" on the mailpiece below the article number. ■ The Return Receipt will show to whom the article was delivered and the date delivered. | | I also wish to receive the following services (for an extra fee): 1. <input type="checkbox"/> Addressee's Address 2. <input type="checkbox"/> Restricted Delivery Consult postmaster for fee. | |
| 4. Article Addressed to: Vision Energy, Inc. P.O. Box 3459 Carlsbad, NM 88221 | | 4a. Article Number: 508 040306 | |
| 5. Received By: (Print Name) X  | | 4b. Service: <input checked="" type="checkbox"/> Registered Mail 18 NOV 85 0522 | |
| 6. Signature: (Address only Agent) X  | | 7. Date of Delivery: <input checked="" type="checkbox"/> Registered Mail 18 NOV 85 0522 | |
| 8. Addressee's Address (Only if requested and fee is paid) | | 9. <input type="checkbox"/> Certified <input type="checkbox"/> Insured <input type="checkbox"/> COD | |

Thank you for using Return Receipt Service.

BC

Receipt for Certified Mail

Do not use for International Mail (See reverse)

| | |
|---|----------------|
| Sent to <i>Vision Energy Inc</i> | |
| Street & Number <i>PO Box 2459</i> | |
| Post Office, State, & ZIP Code <i>Carlsbad Nm 8221</i> | |
| Postage | \$ <i>32</i> |
| Certified Fee | <i>1.10</i> |
| Special Delivery Fee | |
| Restricted Delivery Fee | |
| Return Receipt Showing to Whom & Date Delivered | <i>1.10</i> |
| Return Receipt Showing to Whom, Date, & Addressee's Address | |
| TOTAL Postage & Fees | \$ <i>2.92</i> |
| Postmark of Date | |

PS Form 3800, April 1995

HINKLE, COX, EATON, COFFIELD & HENSLEY

L.I.P.

ATTORNEYS

POST OFFICE BOX 2068

218 MONTEZUMA

SANTA FE, NEW MEXICO 87504

P 502 240 308

CERTIFIED

MAIL



FORWARDING ORDER EXPIRED

NO SUCH NUMBER ☐

ATTEMPTED UNKNOWN ☐

ARRIVED NO ORDER ☒

INSUFFICIENT ADDRESS ☐

CARRIER RT-7557 CARRIER

Claremont Oil Corp.
4815 S. Harvard, Suite 305
Tulsa, OK 74112

RECEIVED

DEC 02 1996



FORWARDING ORDER EXPIRED

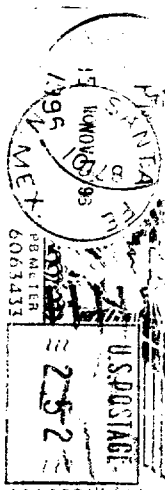
NO SUCH NUMBER ☐

ATTEMPTED UNKNOWN ☐

ARRIVED NO ORDER ☐

INSUFFICIENT ADDRESS ☐

CARRIER RT-7557 CARRIER



P 502 240 308

US Postal Service

Receipt for Certified Mail

No Insurance Coverage Provided.

Do not use for International Mail (See reverse)

| | |
|---|----------------|
| Sent to <i>Claremont Oil Corp</i> | |
| Street & Number <i>4815 S. Harvard Ste 305</i> | |
| Post Office, State, & ZIP Code <i>Tulsa OK 74112</i> | |
| Postage | \$ <i>32</i> |
| Certified Fee | <i>1.10</i> |
| Special Delivery Fee | |
| Restricted Delivery Fee | |
| Return Receipt Showing to Whom & Date Delivered | <i>1.10</i> |
| Return Receipt Showing to Whom, Date, & Addressee's Address | |
| TOTAL Postage & Fees | \$ <i>2.52</i> |
| Postmark or Date | |

PS Form 3800, April 1995

NAME DEC 04 1996
 1st Notice
 2nd Notice
 Return

HINKLE, COX, EATON, COFFIELD & HENSLEY
 L.L.P.
 ATTORNEYS
 POST OFFICE BOX 2068
 218 MONTEZUMA
 SANTA FE, NEW MEXICO 87504

RT. # 24
 VACANT
 ATTEMPTED NOT KNOWN
 INSUFFICIENT ADDRESS
 NO SUCH STREET #
 APT. SP S/H
 FORWARDING ORDER RETURNED
 MOVED LEFT NO ADDRESS
 NO MAIL RECEIPT

PXA Onshore Corp.
 1612 S. Cincinnati Avenue
 Tulsa, OK 74119

CERTIFIED
MAIL

NOV 15 1996
 SANTA FE, NM
 2.52
 U.S. POSTAGE

RECEIVED
 DEC 04 1996

Hinkle, Cox, Eaton, Coffield & Hensley
 Santa Fe, New Mexico 87504

P 502 240 309 *BC*

US Postal Service
Receipt for Certified Mail
 No Insurance Coverage Provided.
 Do not use for International Mail (See reverse)

| | |
|---|---------|
| Sent to | |
| PXA Onshore Corp | |
| Street & Number | |
| 1612 S. Cincinnati Ave | |
| Post Office, State, & ZIP Code | |
| Tulsa OK 74119 | |
| Postage | \$.32 |
| Certified Fee | 1.10 |
| Special Delivery Fee | |
| Restricted Delivery Fee | |
| Return Receipt Showing to Whom & Date Delivered | 1.10 |
| Return Receipt Showing to Whom, Date, & Addressee's Address | |
| TOTAL Postage & Fees | \$ 2.52 |
| Postmark or Date | USPS |

PS Form 3800 April 1995

Is your **RETURN ADDRESS** completed on the reverse side?

SENDER:

- Complete items 1 and/or 2 for additional services.
- Complete items 3, 4a, and 4b.
- Print your name and address on the reverse of this form so that we can return this card to you.
- Attach this form to the front of the mailpiece, or on the back if space does not permit.
- Write "Return Receipt Requested" on the mailpiece below the article number.
- The Return Receipt will show to whom the article was delivered and the date delivered.

3. Article Addressed to:
John McRae
PO Box 2970
Wentworth TX 76098

4a. Article Number
P 502 240 310

4b. Service Type
☐ Registered
☐ Express Mail
☐ Return Receipt for Merchandise
☐ COD
☒ Certified
☐ Insured

5. Received By: (Print Name)
John McRae

6. Signature: (Address of Agent)
John McRae

7. Addressee's Address (Only if requested and fee is paid)
John McRae

NOV 20 1996
 MAIN OFFICE WINDYBORNE

Thank you for using Return Receipt Service.

P 502 240 310 *BC*

US Postal Service

Receipt for Certified Mail

No Insurance Coverage Provided.

Do not use for International Mail (See reverse)

| | |
|---|----------------|
| Sent to John McRae | |
| Street & Number PO Box 2970 | |
| Post Office, State, & ZIP Code Wentworth TX 76098 | |
| Postage | \$.32 |
| Certified Fee | 1.10 |
| Special Delivery Fee | |
| Restricted Delivery Fee | |
| Return Receipt Showing to Whom & Date Delivered | 1.10 |
| Return Receipt Showing to Whom, Date, & Addressee's Address | |
| TOTAL Postage & Fees | \$ 2.52 |
| Postmark or Date NOV 20 1996 | |

PS Form 3800, April 1995

Is your RETURN ADDRESS completed on the reverse side?

| | | | |
|---|--|---|--|
| SENDER: <input type="checkbox"/> Complete items 1 and 4b for additional services. <input type="checkbox"/> Complete items 3, 4a, 4b. <input type="checkbox"/> Print your name and address on the reverse of this form so that we can return this card to you. <input type="checkbox"/> Attach this form to the front of the mailpiece, or on the back if space does not permit. <input type="checkbox"/> Write "Return Receipt Requested" on the mailpiece below the article number. <input type="checkbox"/> The Return Receipt will show to whom the article was delivered and the date delivered. | | 3. Article Addressed to: John D. Wallis 16 East 16th Street Suite 302 Tulsa, Oklahoma 74119 | |
| 5. Received By: (Print Name) | | 4a. Article Number P 502 240 301 | |
| 6. Signature: (Addressee or Agent) X <i>John D. Wallis</i> | | 4b. Service Type <input type="checkbox"/> Registered <input type="checkbox"/> Express Mail <input type="checkbox"/> Return Receipt for Merchandise <input type="checkbox"/> COD <input checked="" type="checkbox"/> Certified <input type="checkbox"/> Insured | |
| 7. Date of Delivery DEC 02 1995 | | 8. Addressee's Address (Only if requested and fee is paid) | |

PS Form 3811, December 1994

Domestic Return Receipt

Thank you for using Return Receipt Service.

RESENT P 502 240311
P 502 240 301

BU

US Postal Service

Receipt for Certified Mail

No Insurance Coverage Provided.

Do not use for International Mail (See reverse)

| | |
|---|-------------|
| Sent to: | |
| John D. Wallis | |
| Street & Number | |
| 16 E 16th St, Ste 302 | |
| Post Office, State, & ZIP Code | |
| Tulsa OK 74119 | |
| Postage | \$.32 |
| Certified Fee | 1.10 |
| Special Delivery Fee | |
| Restricted Delivery Fee | |
| Return Receipt Showing to Whom & Date Delivered | 1.10 |
| Return Receipt Showing to Whom, Date, & Addressee's Address | |
| TOTAL Postage | \$2.52 |
| Postmark of Date | DEC 02 1995 |

PS Form 3800, April 1995

HINKLE, COX, EATON, COFFIELD & HENSLEY

L.L.P.

ATTORNEYS

POST OFFICE BOX 2068

218 MONTEZUMA

SANTA FE, NEW MEXICO 87504

CERTIFIED

P 502 240 311

MAIL



RT#

VACANT

INT.

DATE

ATTEMPTED NOT KNOWN

REFUSED

INSUFFICIENT ADDRESS

NO SUCH STREET #

APT

SP

STL

FORWARDING ORDER EXPIRED

MOVED LEFT NO ADDRESS

NO MAIL RECEIPT

John D. Wallis
16 E. 16th Street
Tulsa, OK 74119

74119/4402

Handwritten barcode

Returned - Re-mailed 11/26/96 BC
P 502 240 311

US Postal Service

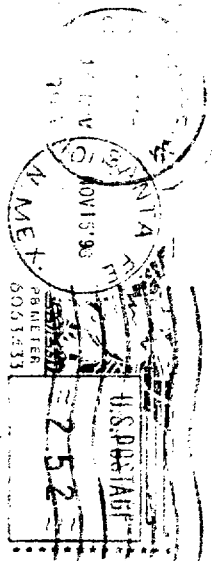
Receipt for Certified Mail

No Insurance Coverage Provided.

Do not use for International Mail (See reverse)

| | |
|---|---------|
| Sent to | |
| John D Wallis | |
| Street & Number | |
| 16 E 16th St | |
| Post Office, State, & ZIP Code | |
| Tulsa OK 74119 | |
| Postage | \$.32 |
| Certified Fee | 1.10 |
| Special Delivery Fee | |
| Restricted Delivery Fee | |
| Return Receipt Showing to Whom & Date Delivered | 1.10 |
| Return Receipt Showing to Whom, Date, & Addressee's Address | |
| TOTAL Postage & Fees | \$ 2.52 |
| Postmark or Date | |
| USPS | |

PS Form 3800, April 1995



NOV 25 1996

Is your **RETURN ADDRESS** completed on the reverse side?

| | | | |
|--|--|--|--|
| SENDER: <input type="checkbox"/> Complete items 1 and/or 2 for additional services. <input type="checkbox"/> Complete items 3, 4a, and 4b. <input type="checkbox"/> Print your name and address on the reverse of this form so that we can return this card to you. <input type="checkbox"/> Attach this form to the front of the mailpiece, or on the back if space does not permit. <input type="checkbox"/> Write "Return Receipt Requested" on the mailpieces below the article number. <input type="checkbox"/> The Return Receipt will show to whom the article was delivered and the date delivered. | | I also wish to receive the following services (for an extra fee): 1. <input type="checkbox"/> Addressee's Address 2. <input type="checkbox"/> Restricted Delivery Consult postmaster for fee. | |
| 3. Article Addressed to: Helen Doewenbergs 4825 S. Petria, #6 Tulsa OK 74105 | | 4a. Article Number P 502 240 312 | |
| 5. Received By: (Print Name) [Signature] | | 4b. Service Type <input type="checkbox"/> Registered <input type="checkbox"/> Express Mail <input type="checkbox"/> Return Receipt for Merchandise <input type="checkbox"/> COD <input checked="" type="checkbox"/> Certified <input type="checkbox"/> Insured | |
| 6. Signature: (Addressee or Agent) X [Signature] | | 7. Date of Delivery 11-19-96 | |
| 8. Addressee's Address (Only if requested and fee is paid) | | | |

Thank you for using Return Receipt Service.

BC

P 502 240 312

US Postal Service
Receipt for Certified Mail
 No Insurance Coverage Provided.
 Do not use for International Mail (See reverse)

| | |
|---|----------------|
| Sent to Helen Doewenbergs | |
| Street & Number 4825 S. Petria #6 | |
| Post Office, State, & ZIP Code Tulsa OK 74105 | |
| Postage | \$ 0.32 |
| Certified Fee | 1.10 |
| Special Delivery Fee | |
| Restricted Delivery Fee | |
| Return Receipt Showing to Whom & Date Delivered | 1.10 |
| Return Receipt Showing to Whom, Date, & Addressee's Address | |
| TOTAL Postage & Fees | \$ 2.52 |
| Postmark or Date | |

PS Form 3800, April 1995

Is your **RETURN ADDRESS** completed on the reverse side?

| | | | |
|---|--|--|--|
| SENDER: <input type="checkbox"/> Complete items 1 and/or 2 for additional services. <input type="checkbox"/> Complete items 3, 4a, and 4b. <input type="checkbox"/> Print your name and address on the reverse of this form so that we can return this card to you. <input type="checkbox"/> Attach this form to the front of the mailpiece, or on the back if space does not permit. <input type="checkbox"/> Write "Return Receipt Requested" on the mailpiece below the article number. <input type="checkbox"/> The Return Receipt will show to whom the article was delivered and the date delivered. | | I also wish to receive the following services (for an extra fee): 1. <input type="checkbox"/> Addressee's Address 2. <input type="checkbox"/> Restricted Delivery Consult postmaster for fee. | |
| 3. Article Addressed to: Milton Berry 4825 S. Pedra #6 Tulsa OK 74105 | | 4a. Article Number P 502 240 313 | |
| 4b. Service Type <input type="checkbox"/> Registered <input type="checkbox"/> Express Mail <input type="checkbox"/> Return Receipt for Merchandise <input type="checkbox"/> COD <input checked="" type="checkbox"/> Certified <input type="checkbox"/> Insured | | 5. Received By: (Print Name) [Signature] | |
| 6. Signature: (Addressee or Agent) X [Signature] | | 7. Date of Delivery 11-14-96 | |
| 8. Addressee's Address (Only if requested and fee is paid) | | | |

Thank you for using Return Receipt Service.

P 502 240 313

US Postal Service
Receipt for Certified Mail
 No Insurance Coverage Provided.
 Do not use for International Mail (See reverse)

| | |
|---|---------|
| Sent to Milton Berry | |
| Street & Number 4825 S. Pedra #6 | |
| Post Office, State, & ZIP Code Tulsa OK 74105 | |
| Postage | \$.32 |
| Certified Fee | 1.10 |
| Special Delivery Fee | |
| Restricted Delivery Fee | |
| Return Receipt Showing to Whom & Date Delivered | 1.10 |
| Return Receipt Showing to Whom, Date, & Addressee's Address | |
| TOTAL Postage & Fees | \$ 2.52 |
| Postmark or Date 11-14-96 USPS | |

PS Form 3800, April 1995

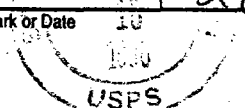
Is your **RETURN ADDRESS** completed on the reverse side?

| | | |
|---|--|--|
| SENDER: ■ Complete items 1 and/or 2 for additional services. ■ Complete items 3, 4a, and 4b. ■ Print your name and address on the reverse of this form so that we can return this card to you. ■ Attach this form to the front of the mailpiece, or on the back if space does not permit. ■ Write "Return Receipt Requested" on the mailpiece below the article number. ■ The Return Receipt will show to whom the article was delivered and the date delivered. | | 3. Article Addressed to: <i>Baker Recovery Inc</i> <i>PO Box 1026</i> <i>Tulsa OK 74101</i> |
| 5. Received By: (Print Name) <i>Joe Carpenter</i> 6. Signature: (Address of Agent) <i>X Joe Carpenter</i> | 4a. Article Number <i>2502 240 315</i> | |
| 7. Date of Delivery <i>11-27-96</i> | 4b. Service Type <input type="checkbox"/> Registered <input type="checkbox"/> Express Mail <input type="checkbox"/> Return Receipt for Merchandise <input type="checkbox"/> COD <input checked="" type="checkbox"/> Certified <input type="checkbox"/> Insured | |
| 8. Addressee's Address (Only if requested and fee is paid) | | |

Thank you for using Return Receipt Service.

P 502 240 315

US Postal Service
Receipt for Certified Mail
 No Insurance Coverage Provided.
 Do not use for International Mail (See reverse)

| | |
|--|---------|
| Service <i>Baker Recovery Inc</i> | |
| Street & Number <i>PO Box 1026</i> | |
| Post Office, State, & ZIP Code <i>Tulsa OK 74101</i> | |
| Postage | \$.32 |
| Certified Fee | 1.10 |
| Special Delivery Fee | |
| Restricted Delivery Fee | |
| Return Receipt Showing to Whom & Date Delivered | 1.10 |
| Return Receipt Showing to Whom, Date, & Addressee's Address | |
| TOTAL Postage & Fees | \$ 2.52 |
| Postmark or Date  | |

PS Form 3800, April 1995

Is your **RETURN ADDRESS** completed on the reverse side?

SENDER:

- Complete items 1 and/or 2 for additional services.
- Complete items 3, 4a, and 4b.
- Print your name and address on the reverse of this form so that we can return this card to you.
- Attach this form to the front of the mailpiece, or on the back if space does not permit.
- Write "Return Receipt Requested" on the mailpiece below the article number.
- The Return Receipt will show to whom the article was delivered and the date delivered.

3. Article Addressed to:

Mallon Oil Co
999 18th St. Ste 1700
Denver CO 80202

4a. Article Number
P502 240 314

4b. Service Type

☐ Registered
☐ Express Mail
☐ Return Receipt for Merchandise
☐ COD

☒ Certified
☐ Insured

5. Received By: (Print Name)

6. Signature (Addressee or Agent)
X

7. Date of Delivery

8. Addressee's Address (Only if requested and fee is paid)

1. ☐ Addressee's Address
2. ☐ Restricted Delivery

Consult postmaster for fee.

I also wish to receive the following services (for an extra fee):

Thank you for using Return Receipt Service.

P 502 240 314 *BC*

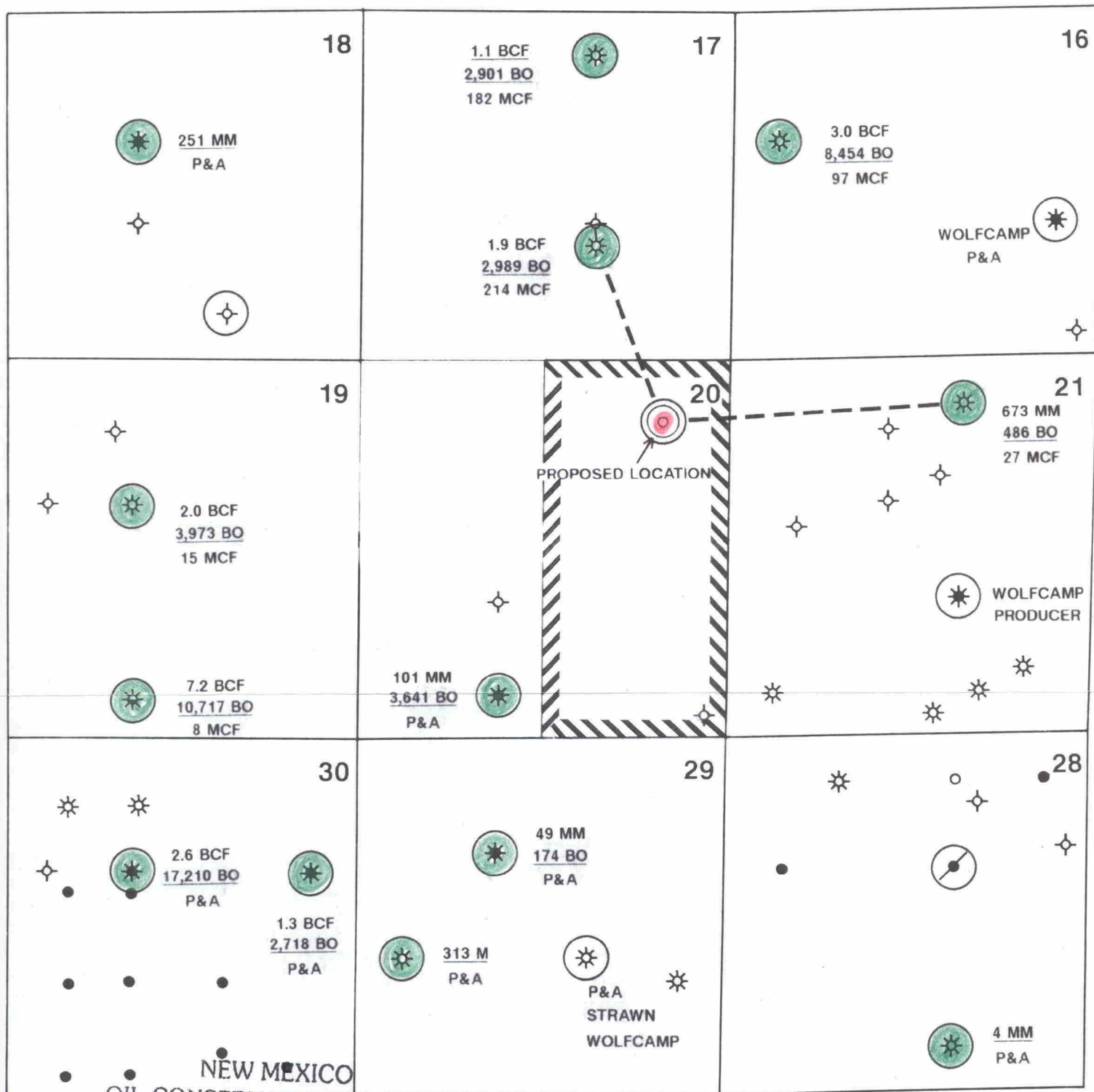
US Postal Service
Receipt for Certified Mail
No Insurance Coverage Provided.
Do not use for International Mail (See reverse)

Sent to
Mallon Oil Co
Street & Number
999 18th St. Ste 1700
Post Office, State, & ZIP Code
Denver CO 80202

| | |
|---|-----------------|
| Postage | \$ <i>32</i> |
| Certified Fee | <i>1.10</i> |
| Special Delivery Fee | |
| Restricted Delivery Fee | |
| Return Receipt Showing to Whom & Date Delivered | <i>1.10</i> |
| Return Receipt Showing to Whom, Date, & Addressee's Address | |
| TOTAL Postage & Fees | \$ <i>2.92</i> |
| Postmark or Date | <i>APR 1995</i> |

PS Form 3800, April 1995

USPS

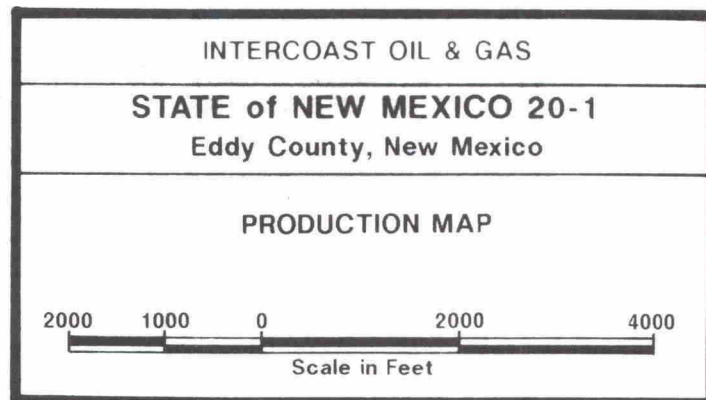


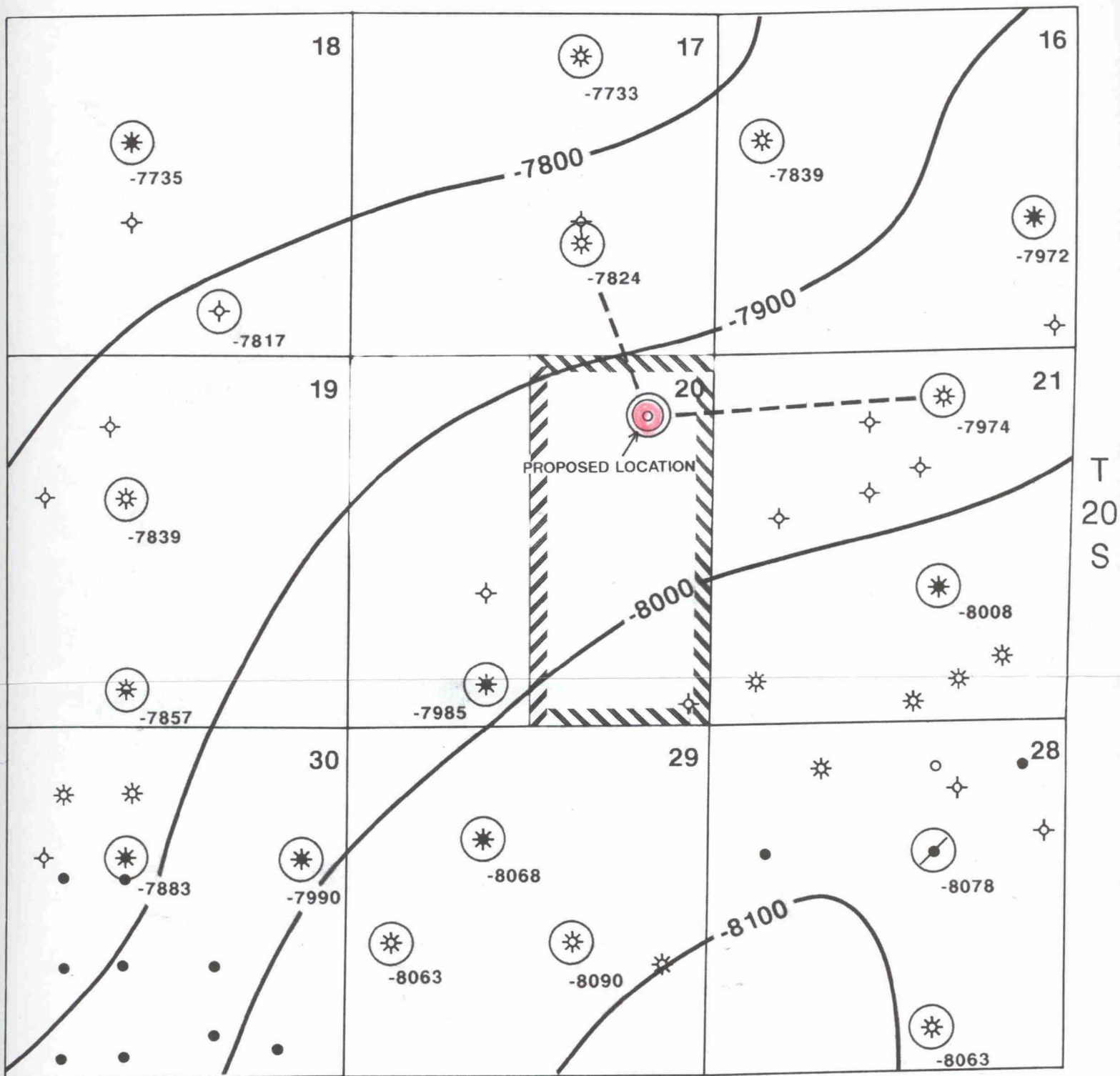
NEW MEXICO
 OIL CONSERVATION DIVISION
 R-28-E

EXHIBIT 7
 CASE NO. 1666



MORROW PRODUCER





R-28-E

NEW MEXICO
OIL CONSERVATION DIVISION

EXHIBIT 8

CASE NO. 11666

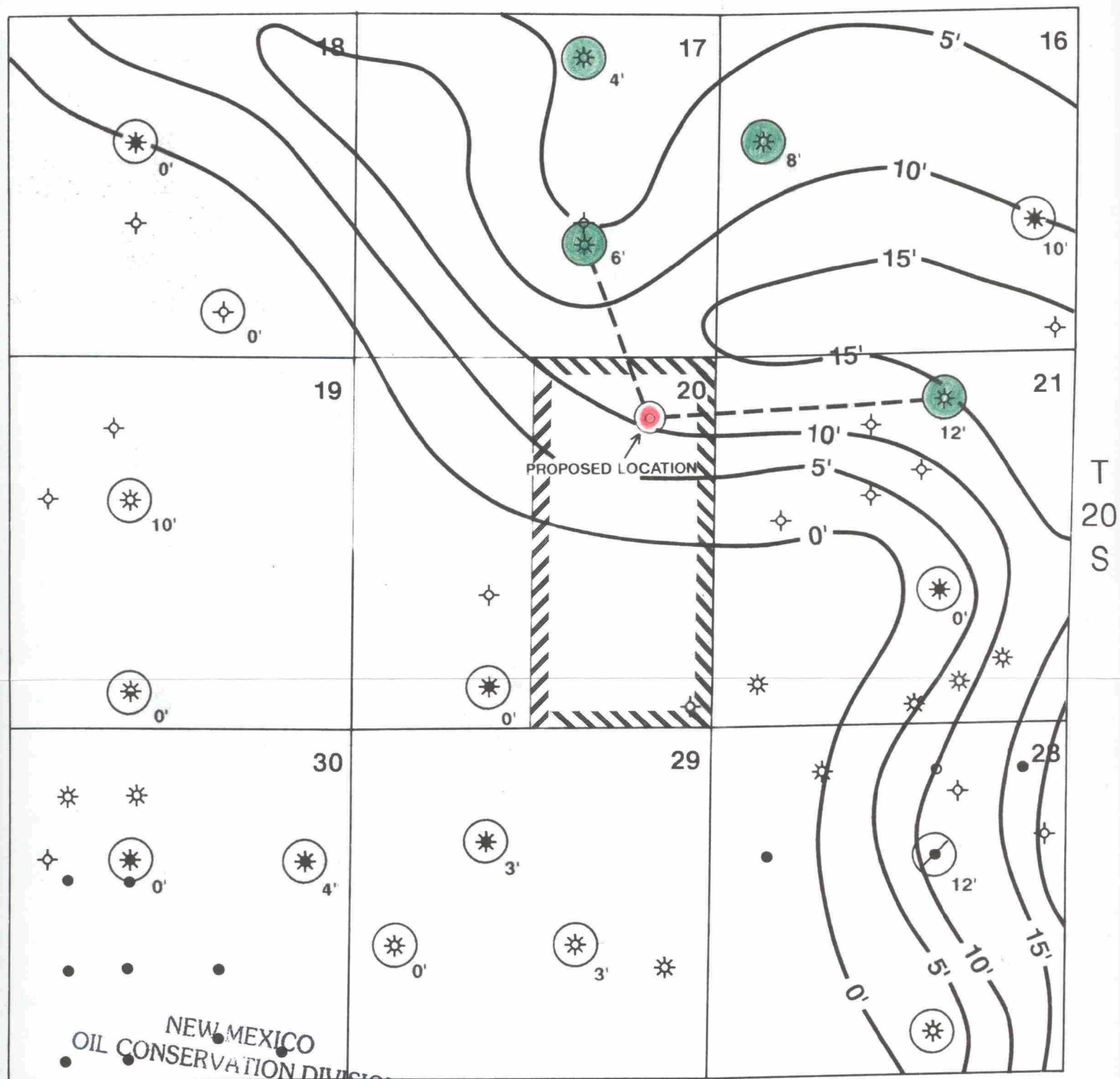
INTERCOAST OIL & GAS

STATE of NEW MEXICO 20-1

Eddy County, New Mexico

STRUCTURE
BASE MORROW MASSIVE SHALE

2000 1000 0 2000 4000
Scale in Feet



NEW MEXICO
OIL CONSERVATION DIVISION

EXHIBIT 9

R-28-E

CASE NO. 11666



MORROW PRODUCER FROM MAPPED SAND

INTERCOAST OIL & GAS

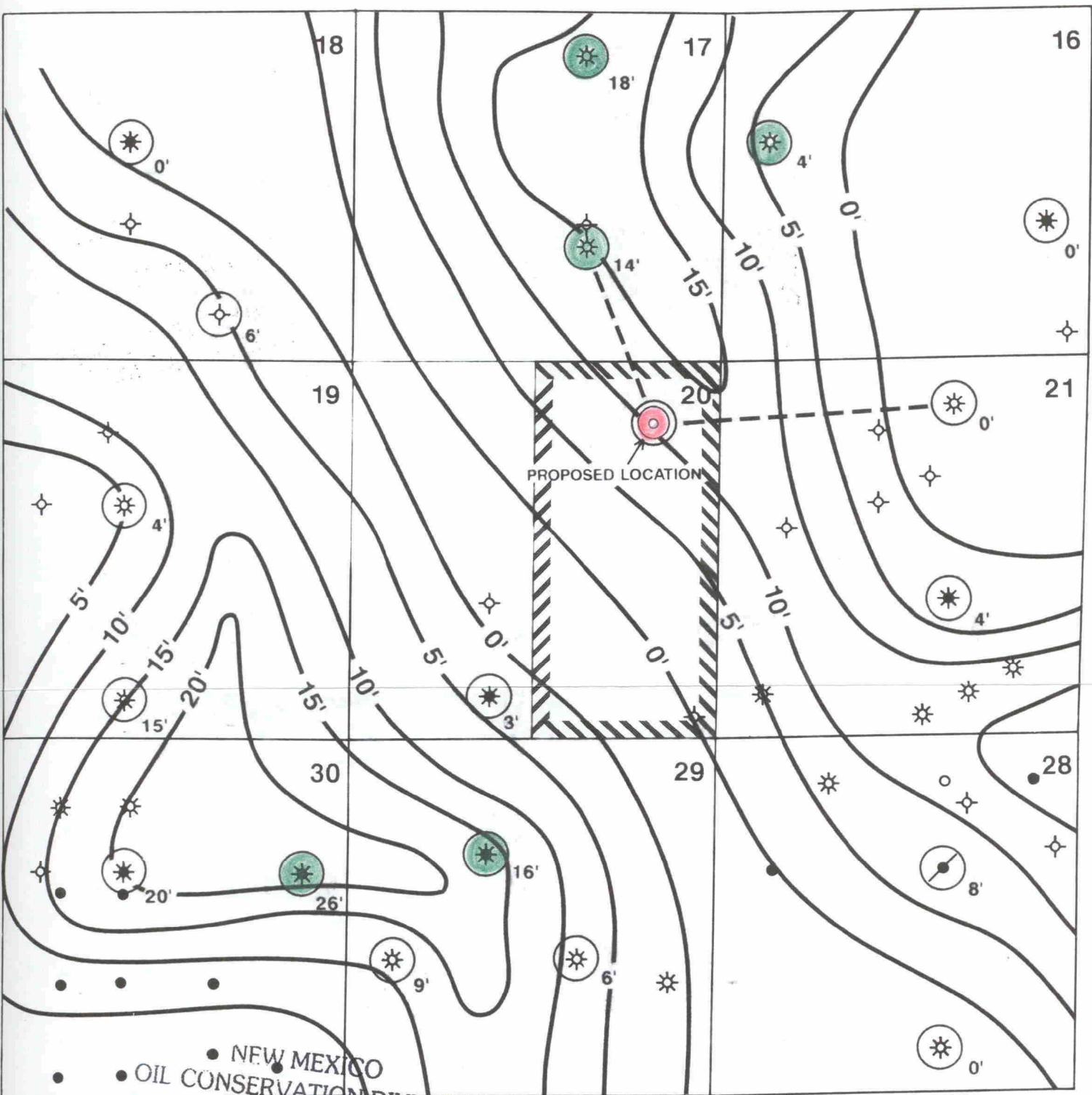
STATE of NEW MEXICO 20-1

Eddy County, New Mexico

ISOPACH


NET MORROW "B" SAND

2000 1000 0 2000 4000
Scale in Feet



T
20
S

NEW MEXICO
OIL CONSERVATION DIVISION
R-28-E
EXHIBIT 10
CASE NO. 11666

 MORROW PRODUCER FROM MAPPED SAND

| |
|--|
| INTERCOAST OIL & GAS |
| STATE of NEW MEXICO 20-1 Eddy County, New Mexico |
| ISOPACH NET MORROW "C" SAND |
| 2000 1000 0 2000 4000 Scale in Feet |

LARGE FORMAT
EXHIBIT HAS
BEEN REMOVED
AND IS LOCATED
IN THE NEXT FILE