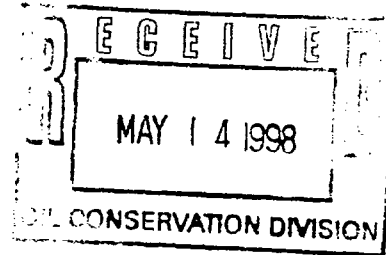


MERRION

OIL & GAS



May 12, 1998

Mr. Michael E. Stogner
New Mexico Oil Conservation Division
2040 S. Pacheco St.
Santa Fe, New Mexico 87501

Fax (505) 827-1389

Re: May 14, 1998 Revised Hearing Exhibits
Case Nos. 11962 and 11963
Compulsory Pooling
Farmington C Com 1 and Vine Com 1

Dear Mr. Stogner:

Enclosed are revised copies of the two Exhibit 5's presented at the April 16, 1998 hearing listing the owners who are still uncommitted in the two wells. Several owners have agreed to join or lease since that hearing date, and those have been deleted from the attached exhibits. However, there remains a large number of uncommitted interests that will have to be force pooled.

Please let me know if additional information is needed.

Sincerely,

A handwritten signature in cursive script that reads "George Sharpe".

George F. Sharpe
Manager - Oil & Gas Investments

xc: Tommy Roberts
Well File

Case 11962
Revised Exhibit 5

Farmington C Com #1 Recompletion										
Uncommitted Mineral Interest & Working Interest Owners										
12-May-98										
Uncommitted Mineral Interest Owners:	Lse. WI	Lse. RI	Gross Ac.	Net Ac.	Part. Factor	WI	NRI	Int. Type		
Martinez, Raymond, etux	0.5000	1.0000	1	0.24	0.0007500	0.0007500	0.0007500	WI		
Espinosa, Ben & Marcella	0.5000	1.0000	1	0.24	0.0007500	0.0007500	0.0007500	WI		
Henderson, Nellie	1.0000	1.0000	1	0.55	0.0034375	0.0034375	0.0034375	WI		
Cross, JF & Narcissa	0.5000	1.0000	1	0.88	0.0027500	0.0027500	0.0027500	WI		
Lucero, Luis & Rosalita	1.0000	1.0000	1	0.45	0.0028125	0.0028125	0.0028125	WI		
Becker, Donald & Gayle	1.0000	1.0000	1	0.16	0.0010000	0.0010000	0.0010000	WI		
Torres, Jimmy & Donna	1.0000	1.0000	1	0.08	0.0005000	0.0005000	0.0005000	WI		
Condit, Ray & Doris	1.0000	1.0000	1	0.33	0.0020625	0.0020625	0.0020625	WI		
Casas, Eleuterio	1.0000	1.0000	1	0.18	0.0011250	0.0011250	0.0011250	WI		
Kemper, Alvin & Preddy, Tr.	1.0000	1.0000	1	0.54	0.0033750	0.0033750	0.0033750	WI		
Lucero, Rudy & Lorraine	1.0000	1.0000	1	0.13	0.0008125	0.0008125	0.0008125	WI		
Munoz, Felix R	1.0000	1.0000	1	0.08	0.0005000	0.0005000	0.0005000	WI		
Romero, Clarence & Emma	1.0000	1.0000	1	0.08	0.0005000	0.0005000	0.0005000	WI		
NM Dist Cncl Asm of God	1.0000	1.0000	1	0.11	0.0006875	0.0006875	0.0006875	WI		
Fiveash, Estella	1.0000	1.0000	1	0.11	0.0006875	0.0006875	0.0006875	WI		
Flewellen, Margaret	1.0000	1.0000	1	0.32	0.0020000	0.0020000	0.0020000	WI		
Sena, Orlando & Yolando	1.0000	1.0000	1	0.43	0.0026875	0.0026875	0.0026875	WI		
City of Farmington	1.0000	1.0000	1	1.48	0.0092500	0.0092500	0.0092500	WI		
Steiner Corporation	1.0000	1.0000	1	3.01	0.0188125	0.0188125	0.0188125	WI		
Triplett, Wm. Olen, etal	1.0000	1.0000	1	0.55	0.0034375	0.0034375	0.0034375	WI		
Sanchez, Nestor & Dora	1.0000	1.0000	1	0.24	0.0015000	0.0015000	0.0015000	WI		
Roybal, Richard & Tawanna	1.0000	1.0000	1	0.02	0.0001250	0.0001250	0.0001250	WI		
Subtotal:					9.5300		0.0595625			

Page 2

Uncommitted Mineral Interest & Working Interest Owners

Uncommitted Mineral Interest Owners:

Page 1

Uncommitted Working Interest Owners:													
Interest Owner		Lse. WI	Lse. RI	Gross Ac.	Net Ac.	Part. Factor	WI	NRI	Int. Type				
Diamond Head Properties, LP		0.2500	0.2083333	2.230		0.0139375	0.0034844	0.0029036	WI				
Kerr-McGee N.A OS		0.0833	0.0694444	2.230	2.2300	0.0139375	0.0011615	0.0009679	WI				
Subtotal:					2.2300		0.0046459	0.0038715					
Total:					14.2700		0.0798959	0.0791215					