

**Nearburg Exploration Company, L.L.C.**

Exploration and Production  
3300 North "A" Street  
Building 2, Suite 120  
Midland, Texas 79705  
915/686-8235  
Fax 915/686-7806

MA  
12-21-98

December 18, 1998

Samson Resources Company  
Two West Second Street  
Tulsa, Oklahoma 74103

**CERTIFIED MAIL – RETURN RECEIPT REQUESTED**

Attention: Mr. Steve Stacey

Ashley

Re: NOTIFICATION OF ELECTION  
Compulsory Pooling; Viper "3" Federal #1  
Surface Location: 1,600' FEL and 2,200' FSL  
Bottom Hole Location: Estimated 1,650' FNL and 1,650' FEL  
Section 3, T-20-S, R-33-E, Lea County, New Mexico  
NMOCD Case #12087 Order R-11109

Gentlemen:

On behalf of Nearburg Exploration Company, L.L.C. and in accordance with the terms of the New Mexico Oil Conservation Division Order R-11109, copy enclosed, I am providing you with notice of your right to elect to participate in the well to be drilled pursuant to this order.

Our records indicate that you have a working interest ownership in this 320-acre spacing unit for all formations from the surface to the base of the Morrow formation in the spacing unit proposed for this well. Should you desire to participate in this well and avoid the payment of the 200% risk factor out of its share of production, then within thirty days of the date you receive this letter, Nearburg Exploration Company, L.L.C. must receive a cashier's check for your percentage of the complete well costs and a letter signed by you agreeing to participate in this well pursuant to this pooling order. Enclosed is a copy of the AFE for this well.

If you decide not to participate, then you need do nothing further. In that event, Nearburg Exploration Company, L.L.C. will pay your share of the costs of the well and will recover your share out of production plus an additional 200%.

Yours very truly,



Duke Roush  
Senior Landman

DR/kg

Enclosure

cc: Ms. Lori Wrotenbery, Director  
Oil Conservation Division  
2040 Pacheco Street  
Santa Fe, New Mexico 87505