

## CHRONOLOGY RELATING TO PRAIRIE SUN'S COMPULSORY POOLING APPLICATION

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AUGUST 16, 1999:

Received notice of Prairie Sun's August 9, 1999 well proposal letter with a copy of the compulsory pooling application dated August 6, 1999.

Called Mr. H.E. Lee, agent for Prairie Sun, at approximately 1:15 P.M. CST and left message on voice mail to call me back.

AUGUST 17, 1999:

Received a call at approximately 2:45 PM CST from Mr. Lee. He wanted to discuss terms for a trade on the subject acreage. I informed Mr. Lee that it would be Exxon's preference to trade all of the approximately 1700 acres as we were currently attempting to promote the tract as a whole to industry but we would entertain an offer on all or a portion of the tract. Terms for a trade would be that Exxon would grant an 18 month term assignment of the acreage requested for a bonus consideration of \$275.00 per acre with Exxon delivering a 75% Net Revenue Interest.

Also advised Mr. Lee that Exxon would oppose his application due to the short notice, and Mr. Lee stated that he would get back to me after talking to his folks. He mentioned that he did not think that his folks would want the whole tract but that he would let me know.

No further written or verbal communication was received from Mr. Lee as of this date.

Exhibit No. 3  
Exxon Corporation  
Case No. 12236  
Hearing Date: Sept. 2, 1999