

September 8, 1999

CERTIFIED MAIL: P 700 120 771

Bahlburg Exploration, Inc.
C/O William C. Bahlburg
PO Box 866937
Plano, TX 75086

Re: Prince Nymph #1 Well
Surface Location 2446' FSL and 1006' FEL, Section 29-T15S, R36E
Lea County, New Mexico

Gentlemen:

David H. Arrington Oil & Gas, Inc. ("Arrington") drilled the captioned well to an approximate depth of 12,050' and plugged and abandoned this well as a dry hole in the fourth quarter of 1998. Arrington is proposing to re-enter and sidetrack this wellbore to an approximate bottomhole location of 2440' FNL and 866' FEL of Section 29 to test the Wolfcamp zone at a depth of approximately 11,000'. Utilizing this wellbore shall effect a savings to all parties electing to participate in evaluating the potential of this Wolfcamp zone. Arrington is proposing that the spacing unit for this wellbore encompass the NE/4SE/4 and the SE/4NE/4 of Section 29, T15S, R36E, Lea County, New Mexico.

In this regard, please find enclosed Arrington's AFE for this proposed operation. In the event that you should elect to participate in this operation, please so indicate by signing and returning one copy of the AFE. Upon receipt of your signed AFE, we will furnish a Joint Operating Agreement for your review and execution.

In the event that you should wish to not participate in this proposed operation, Arrington hereby submits for your review the following proposal for a term assignment covering your leasehold estate under the SE/4NE/4 of Section 29:

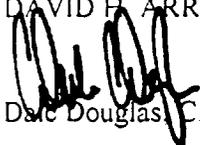
1. One (1) year term
2. \$100.00 per leasehold acre bonus
3. You would retain an ORRI equal to difference between 22.5% and leasehold burdens

In the event you elect to grant a term assignment, please advise, and we will prepare and furnish for your review and execution such term assignment.

Should there be any questions or comments regarding this matter, please advise.

Yours very truly,

DAVID H. ARRINGTON OIL & GAS, INC.


Dale Douglas, CPL

SENDER: Complete items 1 and 2 when additional services are desired, and complete items 3 and 4. Put your address in the "RETURN TO" space on the reverse side. Failure to do this will prevent this card from being returned to you. The return receipt fee will provide you the name of the person delivered to and the date of delivery. For additional fees the following services are available. Consult postmaster for fees and check box(es) for additional service(s) requested. 1. <input checked="" type="checkbox"/> Show to whom delivered, date, and addressee's address. (Extra charge) 2. <input type="checkbox"/> Restricted Delivery (Extra charge)	
3. Article Addressed to: Bahlburg Exploration, Inc. c/o William C. Bahlburg P.O. Box 866937 Plano, Texas, 75086	4. Article Number P 700 120 771
Type of Service: <input checked="" type="checkbox"/> Registered <input type="checkbox"/> Insured <input type="checkbox"/> Certified <input type="checkbox"/> COD <input type="checkbox"/> Express Mail <input checked="" type="checkbox"/> Return Receipt for Merchandise	
Always obtain signature of addressee or agent and DATE DELIVERED.	
5. Signature - Addressee <input checked="" type="checkbox"/>	8. Addressee's Address (ONLY if requested and fee paid)
6. Signature - Agent <input checked="" type="checkbox"/>	
7. Date of Delivery SEP 30 1999	
PS Form 3811, Apr. 1989 U.S.G.P.O. 1989-238-815 DOMESTIC RETURN RECEIPT	

September 8, 1999

CERTIFIED MAIL: P 700 120 770

Clifford R. Cone
PO Box 1629
Lovington, NM 88260

Re: Prince Nymph #1 Well
Surface Location 2446' FSL and 1006' FEL, Section 29-T15S, R36E
Lea County, New Mexico

Gentlemen:

David H. Arrington Oil & Gas, Inc. ("Arrington") drilled the captioned well to an approximate depth of 12,050' and plugged and abandoned this well as a dry hole in the fourth quarter of 1998. Arrington is proposing to re-enter and sidetrack this wellbore to an approximate bottomhole location of 2440' FNL and 866' FEL of Section 29 to test the Wolfcamp zone at a depth of approximately 11,000'. Utilizing this wellbore shall effect a savings to all parties electing to participate in evaluating the potential of this Wolfcamp zone. Arrington is proposing that the spacing unit for this wellbore encompass the NE/4SE/4 and the SE/4NE/4 of Section 29, T15S, R36E, Lea County, New Mexico.

In this regard, please find enclosed Arrington's AFE for this proposed operation. In the event that you should elect to participate in this operation, please so indicate by signing and returning one copy of the AFE. Upon receipt of your signed AFE, we will furnish a Joint Operating Agreement for your review and execution.

In the event that you should wish to not participate in this proposed operation, Arrington hereby submits for your review the following proposal for an oil and gas lease covering your mineral estate under the SE/4NE/4 of Section 29:

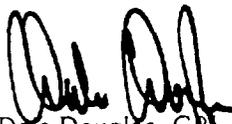
1. \$100.00 per mineral acre bonus inclusive of paid up rentals
2. three (3) year paid up term
3. 3/16ths royalty
4. Hall-Poorbaugh Producer's 88 Revised 1994 new Mexico Form 342P, Paid-up

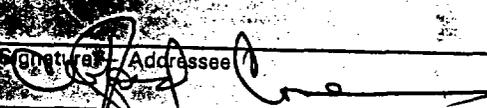
In the event you elect to grant an oil and gas lease, please advise, and we will prepare and furnish for your review and execution an oil and gas lease and bank draft for the bonus consideration due you.

Should there be any questions or comments regarding this matter, please advise.

Yours very truly,

DAVID H. ARRINGTON OIL & GAS, INC.


Dale Douglas, CEO

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3. Article Addressed to: Clifford R. Cone P.O. Box 1629 Lovington, NM 88260	4. Article Number P 700 120 770
Type of Service: <input checked="" type="checkbox"/> Registered <input type="checkbox"/> Insured <input type="checkbox"/> Certified <input type="checkbox"/> COD <input type="checkbox"/> Express Mail <input checked="" type="checkbox"/> Return Receipt for Merchandise	
Always obtain signature of addressee or agent and DATE DELIVERED.	
5. <input checked="" type="checkbox"/> Signature of Addressee 	8. Addressee's Address (ONLY if requested and fee paid)
6. <input checked="" type="checkbox"/> Signature of Agent	
7. Date of Delivery SEP 28 1999	

PS Form 3811, Apr. 1989 *U.S.G.P.O. 1989-238-815 DOMESTIC RETURN RECEIPT

September 8, 1999

CERTIFIED MAIL: P 700 120 769

DALCO Petroleum, L.L.C.
C/O David A. Lynch
PO Box 1904
Lovington, NM 88260

Re: Prince Nymph #1 Well
Surface Location 2446' FSL and 1006' FEL, Section 29-T15S, R36E
Lea County, New Mexico

Gentlemen:

David H. Arrington Oil & Gas, Inc. ("Arrington") drilled the captioned well to an approximate depth of 12,050' and plugged and abandoned this well as a dry hole in the fourth quarter of 1998. Arrington is proposing to re-enter and sidetrack this wellbore to an approximate bottomhole location of 2440' FNL and 866' FEL of Section 29 to test the Wolfcamp zone at a depth of approximately 11,000'. Utilizing this wellbore shall effect a savings to all parties electing to participate in evaluating the potential of this Wolfcamp zone. Arrington is proposing that the spacing unit for this wellbore encompass the NE/4SE/4 and the SE/4NE/4 of Section 29, T15S, R36E, Lea County, New Mexico.

In this regard, please find enclosed Arrington's AFE for this proposed operation. In the event that you should elect to participate in this operation, please so indicate by signing and returning one copy of the AFE. Upon receipt of your signed AFE, we will furnish a Joint Operating Agreement for your review and execution.

In the event that you should wish to not participate in this proposed operation, Arrington hereby submits for your review the following proposal for a term assignment covering your leasehold estate under the SE/4NE/4 of Section 29:

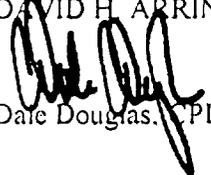
1. One (1) year term
2. \$100.00 per leasehold acre bonus
3. You would retain an ORRI equal to difference between 22.5% and leasehold burdens

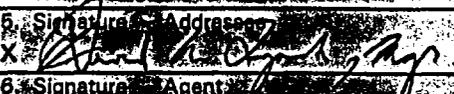
In the event you elect to grant a term assignment, please advise, and we will prepare and furnish for your review and execution such term assignment.

Should there be any questions or comments regarding this matter, please advise.

Yours very truly,

DAVID H. ARRINGTON OIL & GAS, INC.


Date Douglas, CPL

SENDER: Complete items 1 and 2 when additional services are desired, and complete items 3 and 4. Put your address in the "RETURN TO" space on the reverse side. Failure to do this will prevent this card from being returned to you. The return receipt fee will provide you the name of the person delivered to and the date of delivery. For additional fees, the following services are available. Consult postmaster for fees and check boxes for additional service(s) requested. 1. <input checked="" type="checkbox"/> Show to whom delivered, date, and addressee's address, 2. <input type="checkbox"/> Restricted Delivery (Extra charge)	
3. Article Addressed to: DALCO Petroleum, L.L.C. c/o David A. Lynch P.O. Box 1904 Lovington, NM 88260	4. Article Number: P 700 120 769 Type of Service: <input checked="" type="checkbox"/> Registered <input type="checkbox"/> Insured <input type="checkbox"/> Certified <input type="checkbox"/> COD <input type="checkbox"/> Express Mail <input checked="" type="checkbox"/> Return Receipt Always obtain signature of addressee or agent and DATE DELIVERED.
6. Signature - Addressee: X 	8. Addressee's address (ONLY if required and fee paid)
7. Date of Delivery: SEP 30 1999	

PS Form 3811 Apr. 1989 * U.S.G.P.O. 1989-238-815 DOMESTIC RETURN RECEIPT

September 8, 1999

CERTIFIED MAIL: P 700 120 768

Douglas L. Cone
PO box 64244
Lubbock, TX 79464

Re: Prince Nymph #1 Well
Surface Location 2446' FSL and 1006' FEL, Section 29-T15S, R36E
Lea County, New Mexico

Gentlemen:

David H. Arrington Oil & Gas, Inc. ("Arrington") drilled the captioned well to an approximate depth of 12,050' and plugged and abandoned this well as a dry hole in the fourth quarter of 1998. Arrington is proposing to re-enter and sidetrack this wellbore to an approximate bottomhole location of 2440' FNL and 866' FEL of Section 29 to test the Wolfcamp zone at a depth of approximately 11,000'. Utilizing this wellbore shall effect a savings to all parties electing to participate in evaluating the potential of this Wolfcamp zone. Arrington is proposing that the spacing unit for this wellbore encompass the NE/4SE/4 and the SE/4NE/4 of Section 29, T15S, R36E, Lea County, New Mexico.

In this regard, please find enclosed Arrington's AFE for this proposed operation. In the event that you should elect to participate in this operation, please so indicate by signing and returning one copy of the AFE. Upon receipt of your signed AFE, we will furnish a Joint Operating Agreement for your review and execution.

In the event that you should wish to not participate in this proposed operation, Arrington hereby submits for your review the following proposal for an oil and gas lease covering your mineral estate under the SE/4NE/4 of Section 29:

1. \$100.00 per mineral acre bonus inclusive of paid up rentals
2. three (3) year paid up term
3. 3/16ths royalty
4. Hall-Poorbaugh Producer's 88 Revised 1994 new Mexico Form 342P, Paid-up

In the event you elect to grant an oil and gas lease, please advise, and we will prepare and furnish for your review and execution an oil and gas lease and bank draft for the bonus consideration due you.

Should there be any questions or comments regarding this matter, please advise.

Yours very truly,

DAVID H. ARRINGTON OIL & GAS, INC.


Dale Douglas, CPL

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1. Show to whom delivered, date, and addressee's address. (Extra charge)	2. <input type="checkbox"/> Restricted Delivery (Extra charge)
3. Article Addressed to: Douglas L. Cone P.O. Box 64244 Lubbock, Texas 79464	4. Article Number P 700 120 768
Type of Service: <input checked="" type="checkbox"/> Registered <input type="checkbox"/> Insured <input type="checkbox"/> Certified <input checked="" type="checkbox"/> COD <input type="checkbox"/> Express Mail <input checked="" type="checkbox"/> Return Receipt for Merchandise	
Always obtain signature of addressee or agent and DATE DELIVERED.	
5. Signature - Addressee <input checked="" type="checkbox"/>	6. Signature - Agent <input checked="" type="checkbox"/> <i>Samara Wilde</i>
7. Date of Delivery SEP 28 1999	
PS Form 3811, Apr. 1989 U.S.G.P.O. 1989-238-815	

DOMESTIC RETURN RECEIPT

September 8, 1999

CERTIFIED MAIL: P 700 120 767

Gary J. Lamb, Inc.
C/O Gary J. Lamb
PO Box 3383
Midland, TX 79702

Re: Prince Nymph #1 Well
Surface Location 2446' FSL and 1006' FEL, Section 29-T15S, R36E
Lea County, New Mexico

Gentlemen:

David H. Arrington Oil & Gas, Inc. ("Arrington") drilled the captioned well to an approximate depth of 12,050' and plugged and abandoned this well as a dry hole in the fourth quarter of 1998. Arrington is proposing to re-enter and sidetrack this wellbore to an approximate bottomhole location of 2440' FNL and 866' FEL of Section 29 to test the Wolfcamp zone at a depth of approximately 11,000'. Utilizing this wellbore shall effect a savings to all parties electing to participate in evaluating the potential of this Wolfcamp zone. Arrington is proposing that the spacing unit for this wellbore encompass the NE/4SE/4 and the SE/4NE/4 of Section 29, T15S, R36E, Lea County, New Mexico.

In the event that you should wish to not participate in this proposed operation, Arrington hereby submits for your review the following proposal for a term assignment covering your leasehold estate under the SE/4NE/4 of Section 29:

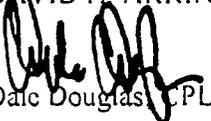
1. One (1) year term
2. \$100.00 per leasehold acre bonus
3. You would retain an ORRI equal to difference between 22.5% and leasehold burdens

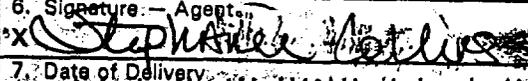
In the event you elect to grant a term assignment, please advise, and we will prepare and furnish for your review and execution such term assignment.

Should there be any questions or comments regarding this matter, please advise.

Yours very truly,

DAVID H. ARRINGTON OIL & GAS, INC.


Dale Douglas, CPL

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3. Article Addressed to: Gary J. Lamb, Inc. SEP 28 1999 c/o Gary J. Lamb P.O. Box 3383 Midland, Texas 79702	4. Article Number P 700 120 767
5. Signature - Addressee X	Type of Service: <input checked="" type="checkbox"/> Registered <input type="checkbox"/> Insured <input type="checkbox"/> Certified <input type="checkbox"/> COD <input type="checkbox"/> Express Mail <input checked="" type="checkbox"/> Return Receipt for Merchandise
6. Signature - Agent X 	8. Addressee's Address (only requested and fee paid) MIDLAND, TEXAS 79702
7. Date of Delivery	Always obtain signature of addressee or agent and DATE DELIVERED

PS Form 3811, April 1998
DOMESTIC RETURN RECEIPT

September 8, 1999

CERTIFIED MAIL: P 700 120 766

J.M. Mineral & Land Co., Inc.
C/O Jon M. Morgan
PO Box 1015
Midland, TX 79702

Re: Prince Nymph #1 Well
Surface Location 2446' FSL and 1006' FEL, Section 29-T15S, R36E
Lea County, New Mexico

Gentlemen:

David H. Arrington Oil & Gas, Inc. ("Arrington") drilled the captioned well to an approximate depth of 12,050' and plugged and abandoned this well as a dry hole in the fourth quarter of 1998. Arrington is proposing to re-enter and sidetrack this wellbore to an approximate bottomhole location of 2440' FNL and 866' FEL of Section 29 to test the Wolfcamp zone at a depth of approximately 11,000'. Utilizing this wellbore shall effect a savings to all parties electing to participate in evaluating the potential of this Wolfcamp zone. Arrington is proposing that the spacing unit for this wellbore encompass the NE/4SE/4 and the SE/4NE/4 of Section 29, T15S, R36E, Lea County, New Mexico.

In this regard, please find enclosed Arrington's AFE for this proposed operation. In the event that you should elect to participate in this operation, please so indicate by signing and returning one copy of the AFE. Upon receipt of your signed AFE, we will furnish a Joint Operating Agreement for your review and execution.

In the event that you should wish to not participate in this proposed operation, Arrington hereby submits for your review the following proposal for a term assignment covering your leasehold estate under the SE/4NE/4 of Section 29:

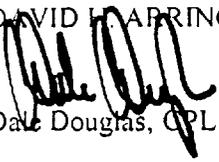
1. One (1) year term
2. \$100.00 per leasehold acre bonus
3. You would retain an ORRI equal to difference between 22.5% and leasehold burdens

In the event you elect to grant a term assignment, please advise, and we will prepare and furnish for your review and execution such term assignment.

Should there be any questions or comments regarding this matter, please advise.

Yours very truly,

DAVID H. ARRINGTON OIL & GAS, INC.


Dale Douglas, CPL

SENDER: J.M. Mineral & Land Co., Inc. C/O Jon M. Morgan PO Box 1015 Midland, Texas 79702		Article Number P 700 120 766	
Signature: 		Type of Service: <input checked="" type="checkbox"/> Registered <input type="checkbox"/> Insured <input type="checkbox"/> Certified <input type="checkbox"/> COD <input type="checkbox"/> Express Mail <input checked="" type="checkbox"/> Return Receipt for Merchandise	
Date Delivered: SEP 28 1999		Postmark: MIDLAND TX SEP 27 1999	
Signature Agent: 		Postmark: MIDLAND TX SEP 27 1999	
Date Delivered: SEP 28 1999		Postmark: MIDLAND TX SEP 27 1999	

DOMESTIC RETURN RECEIPT

September 8, 1999

CERTIFIED MAIL: P 700 120 765

Kenneth G. Cone
PO Box 11310
Midland, TX 79702

Re: Prince Nymph #1 Well
Surface Location 2446' FSL and 1006' FEL, Section 29-T15S, R36E
Lea County, New Mexico

Gentlemen:

David H. Arrington Oil & Gas, Inc. ("Arrington") drilled the captioned well to an approximate depth of 12,050' and plugged and abandoned this well as a dry hole in the fourth quarter of 1998. Arrington is proposing to re-enter and sidetrack this wellbore to an approximate bottomhole location of 2440' FNL and 866' FEL of Section 29 to test the Wolfcamp zone at a depth of approximately 11,000'. Utilizing this wellbore shall effect a savings to all parties electing to participate in evaluating the potential of this Wolfcamp zone. Arrington is proposing that the spacing unit for this wellbore encompass the NE/4SE/4 and the SE/4NE/4 of Section 29, T15S, R36E, Lea County, New Mexico.

In this regard, please find enclosed Arrington's AFE for this proposed operation. In the event that you should elect to participate in this operation, please so indicate by signing and returning one copy of the AFE. Upon receipt of your signed AFE, we will furnish a Joint Operating Agreement for your review and execution.

In the event that you should wish to not participate in this proposed operation, Arrington hereby submits for your review the following proposal for an oil and gas lease covering your mineral estate under the SE/4NE/4 of Section 29:

1. \$100.00 per mineral acre bonus inclusive of paid up rentals
2. three (3) year paid up term
3. 3/16ths royalty
4. Hall-Poorbaugh Producer's 88 Revised 1994 new Mexico Form 342P, Paid-up

In the event you elect to grant an oil and gas lease, please advise, and we will prepare and furnish for your review and execution an oil and gas lease and bank draft for the bonus consideration due you

Should there be any questions or comments regarding this matter, please advise

Yours very truly,

DAVID H. ARRINGTON OIL & GAS, INC.


Dale Douglas, CPL

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3. Article Addressed to: Kenneth G. Cone P.O. Box 11310 Midland, Texas 79702	4. Article Number P 700 120 765
Type of Service: <input checked="" type="checkbox"/> Registered <input type="checkbox"/> Insured <input type="checkbox"/> Certified <input type="checkbox"/> COD <input type="checkbox"/> Express Mail <input checked="" type="checkbox"/> Return Receipt for Merchandise	
Always obtain signature of addressee or agent and DATE DELIVERED.	
5. Signature - Addressee X	Addresssee's Address (ONLY if requested and fee paid)
6. Signature - Agent X: 	
7. Date of Delivery OCT 05 1999	

PS Form 3811, Apr. 1989 * U.S.G.P.O. 1989-238-815 DOMESTIC RETURN RECEIPT

September 8, 1999

CERTIFIED MAIL: P 700 120 764

Magnolia Royalty Company, Inc.
C/O John R. Norwood
PO Box 10703
Midland, TX 79702

Re: Prince Nymph #1 Well
Surface Location 2446' FSL and 1006' FEL, Section 29-T15S, R36E
Lea County, New Mexico

Gentlemen:

David H. Arrington Oil & Gas, Inc. ("Arrington") drilled the captioned well to an approximate depth of 12,050' and plugged and abandoned this well as a dry hole in the fourth quarter of 1998. Arrington is proposing to re-enter and sidetrack this wellbore to an approximate bottomhole location of 2440' FNL and 866' FEL of Section 29 to test the Wolfcamp zone at a depth of approximately 11,000'. Utilizing this wellbore shall effect a savings to all parties electing to participate in evaluating the potential of this Wolfcamp zone. Arrington is proposing that the spacing unit for this wellbore encompass the NE/4SE/4 and the SE/4NE/4 of Section 29, T15S, R36E, Lea County, New Mexico.

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In the event that you should wish to not participate in this proposed operation, Arrington hereby submits for your review the following proposal for a term assignment covering your leasehold estate under the SE/4NE/4 of Section 29:

1. One (1) year term
2. \$100.00 per leasehold acre bonus
3. You would retain an ORRI equal to difference between 22.5% and leasehold burdens

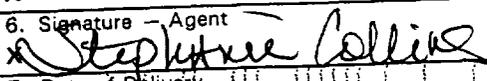
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Yours very truly,

DAVID H. ARRINGTON OIL & GAS, INC.


Dale Douglas, CPL

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1. <input type="checkbox"/> Show to whom delivered, date, and addressee's address. (Extra charge)	
2. <input type="checkbox"/> Restricted Delivery (Extra charge)	
3. Article Addressed to: Magnolia Royalty Company, Inc. c/o John R. Norwood P.O. Box 10703 Midland, Texas 79702	4. Article Number P 700 120 764
5. Signature - Addressee X	Type of Service: <input checked="" type="checkbox"/> Registered <input type="checkbox"/> Insured <input type="checkbox"/> Certified <input type="checkbox"/> COD <input type="checkbox"/> Express Mail <input checked="" type="checkbox"/> Return Receipt for Merchandise
	Always obtain signature of Addressee or agent and DATE DELIVERED
6. Signature - Agent X 	8. Addressee's Address ONLY if requested and fee paid 27 1999
7. Date of Delivery SEP 28 1999	MIDLAND, TEXAS USPS

PS Form 3811, Apr. 1989 *U.S.G.P.O. 1989-238-815 DOMESTIC RETURN RECEIPT

September 8, 1999

CERTIFIED MAIL: P 700 120 763

Tom R. Cone
PO Box 778
Jay, Oklahoma 74363

Re: Prince Nymph #1 Well
Surface Location 2446' FSL and 1006' FEL, Section 29-T15S, R36E
Lea County, New Mexico

Gentlemen:

David H. Arrington Oil & Gas, Inc. ("Arrington") drilled the captioned well to an approximate depth of 12,050' and plugged and abandoned this well as a dry hole in the fourth quarter of 1998. Arrington is proposing to re-enter and sidetrack this wellbore to an approximate bottomhole location of 2440' FNL and 866' FEL of Section 29 to test the Wolfcamp zone at a depth of approximately 11,000'. Utilizing this wellbore shall effect a savings to all parties electing to participate in evaluating the potential of this Wolfcamp zone. Arrington is proposing that the spacing unit for this wellbore encompass the NE/4SE/4 and the SE/4NE/4 of Section 29, T15S, R36E, Lea County, New Mexico.

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In the event that you should wish to not participate in this proposed operation, Arrington hereby submits for your review the following proposal for an oil and gas lease covering your mineral estate under the SE/4NE/4 of Section 29:

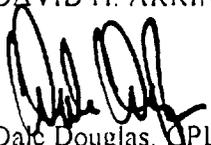
1. \$100.00 per mineral acre bonus inclusive of paid up rentals
2. three (3) year paid up term
3. 3/16ths royalty
4. Hall-Poorbaugh Producer's 88 Revised 1994 new Mexico Form 342P, Paid-up

In the event you elect to grant an oil and gas lease, please advise, and we will prepare and furnish for your review and execution an oil and gas lease and bank draft for the bonus consideration due you.

Should there be any questions or comments regarding this matter, please advise.

Yours very truly,

DAVID H. ARRINGTON OIL & GAS, INC.


Dale Douglas, JPL

SENDER: Complete items 1 and 2 when additional services are desired, and complete items 3 and 4. Put your address in the "RETURN TO" Space on the reverse side. Failure to do this will prevent this card from being returned to you. The return receipt fee will provide you the name of the person delivered to and the date of delivery. For additional fees the following services are available. Consult postmaster for fees and check box(es) for additional service(s) requested.	
1. <input type="checkbox"/> Show to whom delivered, date, and addressee's address (Extra charge) 2. <input type="checkbox"/> Restricted Delivery (Extra charge)	
3. Article Addressed to: Tom R. Cone P.O. Box 778 Jay, OK 74363	4. Article Number P 700 120 763
Type of Service: <input checked="" type="checkbox"/> Registered <input type="checkbox"/> Insured <input type="checkbox"/> Certified <input type="checkbox"/> COD <input type="checkbox"/> Express Mail <input checked="" type="checkbox"/> Return Receipt for Merchandise	
Always obtain signature of addressee or agent and DATE DELIVERED.	
5. Signature - Addressee X 	8. Addressee's Address (ONLY if Requested and fee paid)
6. Signature - Agent X	
7. Date of Delivery OCT 01 1999	

September 8, 1999

CERTIFIED MAIL: P 700 120 762

E. L. Brahaney
223 W. Wall
Midland, Texas 79701

Re: Prince Nymph #1 Well
Surface Location 2446' FSL and 1006' FEL, Section 29-T15S, R36E
Lea County, New Mexico

Gentlemen:

David H. Arrington Oil & Gas, Inc. ("Arrington") drilled the captioned well to an approximate depth of 12,050' and plugged and abandoned this well as a dry hole in the fourth quarter of 1998. Arrington is proposing to re-enter and sidetrack this wellbore to an approximate bottomhole location of 2440' FNL and 866' FEL of Section 29 to test the Wolfcamp zone at a depth of approximately 11,000'. Utilizing this wellbore shall effect a savings to all parties electing to participate in evaluating the potential of this Wolfcamp zone. Arrington is proposing that the spacing unit for this wellbore encompass the NE/4SE/4 and the SE/4NE/4 of Section 29, T15S, R36E, Lea County, New Mexico.

In this regard, please find enclosed Arrington's AFE for this proposed operation. In the event that you should elect to participate in this operation, please so indicate by signing and returning one copy of the AFE. Upon receipt of your signed AFE, we will furnish a Joint Operating Agreement for your review and execution.

In the event that you should wish to not participate in this proposed operation, Arrington hereby submits for your review the following proposal for an oil and gas lease covering your mineral estate under the E/100 acres of Section 29:

1. \$100.00 per mineral acre bonus inclusive of paid up rentals
2. three (3) year paid up term
3. 3/16ths royalty
4. Hall-Poorbaugh Producer's 88 Revised 1994 new Mexico Form 342P, Paid-up

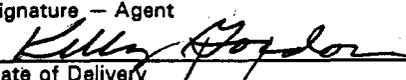
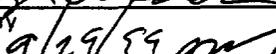
In the event you elect to grant an oil and gas lease, please advise, and we will prepare and furnish for your review and execution an oil and gas lease and bank draft for the bonus consideration due you.

Should there be any questions or comments regarding this matter, please advise.

Yours very truly,

DAVID H. ARRINGTON OIL & GAS, INC.


Dale Douglas, JPL

SENDER: Complete items 1 and 2 when additional services are desired, and complete items 3 and 4. Put your address in the "RETURN TO" Space on the reverse side. Failure to do this will prevent this card from being returned to you. The return receipt fee will provide you the name of the person delivered to and the date of delivery. For additional fees the following services are available. Consult postmaster for fees and check box(es) for additional service(s) requested.	
1. <input type="checkbox"/> Show to whom delivered, date, and addressee's address. (Extra charge) 2. <input type="checkbox"/> Restricted Delivery (Extra charge)	
3. Article Addressed to: E.L. Brahaney 223 W. Wall Midland, Texas 79701	4. Article Number P 700 120 762
Type of Service: <input checked="" type="checkbox"/> Registered <input type="checkbox"/> Insured <input type="checkbox"/> Certified <input type="checkbox"/> COD <input type="checkbox"/> Express Mail <input checked="" type="checkbox"/> Return Receipt for Merchandise	
Always obtain signature of addressee or agent and DATE DELIVERED.	
5. Signature - Addressee X	8. Addressee's Address (ONLY if requested and fee paid)
6. Signature - Agent X 	
7. Date of Delivery 9/29/99 	

SENDER: Complete items 1 and 2 when additional services are desired, and complete items 3 and 4.
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1. Show to whom delivered, date, and addressee's address. 2. Restricted Delivery (Extra charge)

3. Article Addressed to: Anson Energy Corp. OCT 29 1999 4005 NW Expressway, Ste. 400E Oklahoma City, OK 73116	4. Article Number P 377 867 788 Type of Service: <input checked="" type="checkbox"/> Registered <input type="checkbox"/> Insured <input type="checkbox"/> Certified <input type="checkbox"/> COD <input type="checkbox"/> Express Mail <input checked="" type="checkbox"/> Return Receipt for Merchandise Always obtain signature of addressee or agent and <u>DATE DELIVERED</u> .
5. Signature Addressee X <i>R. Zaiten</i>	8. Addressee's Address (ONLY if requested and fee paid)
6. Signature Agent X	
7. Date of Delivery 10/26/99	

PS Form 3811, Apr. 1989

*U.S.G.P.O. 1989-238-815

DOMESTIC RETURN RECEIPT

The attached letter dated September 8, 1999 was mailed out under this certified mail P 377 867 788, after being advised of an address change.

214 West Texas
Suite 400 (Zip 79701)
P.O. Box 2071
Midland, Texas 79702

DAVID H. ARRINGTON OIL & GAS, INC.

Area Code: 915
Phone: 682-8685
Fax: 682-4139

September 8, 1999

CERTIFIED MAIL: P 700 120 772

Anson Energy Corporation
PO Box 24060
Oklahoma City, Oklahoma 73124

Re: Prince Nymph #1 Well
Surface Location 2446' FSL and 1006' FEL, Section 29-T15S, R36E
Lea County, New Mexico

Gentlemen:

David H. Arrington Oil & Gas, Inc. ("Arrington") drilled the captioned well to an approximate depth of 12,050' and plugged and abandoned this well as a dry hole in the fourth quarter of 1998. Arrington is proposing to re-enter and sidetrack this wellbore to an approximate bottomhole location of 2440' FNL and 866' FEL of Section 29 to test the Wolfcamp zone at a depth of approximately 11,000'. Utilizing this wellbore shall effect a savings to all parties electing to participate in evaluating the potential of this Wolfcamp zone. Arrington is proposing that the spacing unit for this wellbore encompass the NE/4SE/4 and the SE/4NE/4 of Section 29, T15S, R36E, Lea County, New Mexico.

In this regard, please find enclosed Arrington's AFE for this proposed operation. In the event that you should elect to participate in this operation, please so indicate by signing and returning one copy of the AFE. Upon receipt of your signed AFE, we will furnish a Joint Operating Agreement for your review and execution.

In the event that you should wish to not participate in this proposed operation, Arrington hereby submits for your review the following proposal for a term assignment covering your leasehold estate under the SE/4NE/4 of Section 29:

- 1. One (1) year term
- 2. \$100.00 per leasehold acre bonus
- 3. You would retain an ORRI equal to difference between 22.5% and leasehold burdens

In the event you elect to grant a term assignment, please advise, and we will prepare and furnish for your review and execution such term assignment.

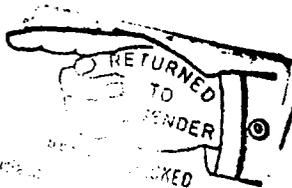
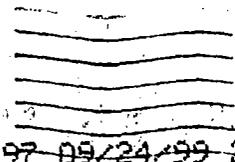
Should there be any questions or comments regarding this matter, please advise.

Yours very truly,

DAVID H. ARRINGTON OIL & GAS, INC.


Dale Douglas, CEO

Dale Douglas
203 W. Wall Street, Suite 1201
PO Box 10187
Midland, Texas 79702



Anson Energy Corporation
4005 *Field* Expressway
Stg 4005

OK CO



DAVID H. ARRINGTON OIL AND GAS, INC.

AUTHORITY FOR EXPENDITURE (AFE)

Original
 Supplemental

AFE #: 99-0709 Date: 7/8/99
 Lease: Prince Nymph Well #: 1 Well Type: Oil
 Location: NE/SE Section 29, T15N-R36E County: Lea State: New Mexico
 Prospect: West Dean Objective: Wolfcamp Proposed TD: 11,000'
 Purpose of Expenditure: Re-enter, Drill, Complete Wolfcamp Oil Test

CODE	INTANGIBLE EXPENSE	DRILLING	COMPLETION	TOTAL
	Surveying	0	0	0
	Staking & Permitting & City of Lovington	0	0	0
	Location, Roads & Damages	5,000	5,000	10,000
	Lease Restoration	4,500	0	4,500
	Mobilization/Demobilization	20,000	0	20,000
	Drilling - Footage @ /Ft	0	0	0
	Drilling - Daywork 10 @ \$5,500 /Day	55,000	0	55,000
	Drilling - Directional	70,000	0	70,000
	Completion Rig 7 @ \$2,000 /Day	0	14,000	14,000
	Pit Lining	0	0	0
	Bits, Reamers & Stabilizers	24,500	0	24,500
	Drilling & Completion Fluids & Oil	20,000	0	20,000
	Water	5,000	0	5,000
	Mud Logging 7 @ \$500 /Day	3,500	0	3,500
	Drill Stem Tests (1)	3,000	0	3,000
	Coring Services	0	0	0
	Logging - Open Hole & Sidewall Cores	20,000	0	20,000
	Cement & Services - Surface	0	0	0
	Cement & Services - Intermediate	0	0	0
	Cement & Services - Production	0	15,000	15,000
	Perforating & Cased Hole Logs	0	8,000	8,000
	Acidizing, Fracturing & Stimulation	0	10,000	10,000
	Rental Equipment (Safety, Test Tk., Choke, ect.) Rot. Head	7,000	0	7,000
	Installation - Production Facilities	0	9,000	9,000
	Inspection & Well Testing	1,000	2,000	3,000
	Transportation	3,000	1,000	4,000
	Miscellaneous Labor	1,000	2,000	3,000
	Engineering & Geological Services	2,500	1,500	4,000
	Overhead	2,000	1,000	3,000
	Supervision	6,000	4,000	10,000
	Sand Blast & Coat Casing	0	2,000	2,000
	Contingencies	17,000	3,500	20,500
	Gross Receipts Tax	13,500	3,900	17,400
	TOTAL INTANGIBLE EXPENSE	283,500	81,900	365,400

CODE	TANGIBLE EXPENSE	DRILLING	COMPLETION	TOTAL
	Casing - Conductor of @ /Ft	0	0	0
	Casing - Surface of @ /Ft	0	0	0
	Casing - Intermediate of @ /Ft	0	0	0
	Casing - Intermediate of @ /Ft	0	0	0
	Casing - Production 9000 of 5 1/2 @ \$5.70 /Ft	0	51,300	51,300
	Casing - Production 2000 of 5 1/2 @ \$5.90 /Ft	0	11,800	11,800
	Tubing 11,000 of 2 7/8 @ \$2.85 /Ft	0	31,400	31,400
	Float & Other Equipment	0	1,500	1,500
	Wellhead Equipment, Tree	0	12,000	12,000
	Sucker Rods	0	18,000	18,000
	Down Hole Pump	0	3,000	3,000
	Packer/TAC	0	4,300	4,300
	Pumping Unit & Prime Mover	0	50,000	50,000
	Tank Battery & Storage Facilities	0	19,000	19,000
	Separator/Heater Treater/Dehydrator	0	8,500	8,500
	Meters & Flowlines	0	1,000	1,000
	Miscellaneous Valves & Fittings	0	8,000	8,000
	Gross Receipts Tax	0	10,900	10,900
	TOTAL TANGIBLE EXPENSE	0	230,700	230,700
	TOTAL WELL COST	283,500	312,600	596,100

NOTE: THIS AFE IS ONLY AN ESTIMATE. BY RETURNING ONE APPROVED COPY, YOU AGREE TO PAY YOUR SHARE OF THE ACTUAL COSTS INCURRED.

David H. Arrington Oil & Gas, Inc. Approval: _____ Partner Approval: _____
 Prepared By: Steve Scott *Steve Scott* Company: _____
 Approved By: David H. Arrington *David H. Arrington* Approved By: _____
 Title: President Title: _____
 Date: _____ Date: _____

September 8, 1999

CERTIFIED MAIL: P 700 120 771

Bahlburg Exploration, Inc.
C/O William C. Bahlburg
PO Box 866937
Plano, TX 75086

Re: Prince Nymph #1 Well
Surface Location 2446' FSL and 1006' FEL, Section 29-T15S, R36E
Lea County, New Mexico

Gentlemen:

David H. Arrington Oil & Gas, Inc. ("Arrington") drilled the captioned well to an approximate depth of 12,050' and plugged and abandoned this well as a dry hole in the fourth quarter of 1998. Arrington is proposing to re-enter and sidetrack this wellbore to an approximate bottomhole location of 2440' FNL and 866' FEL of Section 29 to test the Wolfcamp zone at a depth of approximately 11,000'. Utilizing this wellbore shall effect a savings to all parties electing to participate in evaluating the potential of this Wolfcamp zone. Arrington is proposing that the spacing unit for this wellbore encompass the NE/4SE/4 and the SE/4NE/4 of Section 29, T15S, R36E, Lea County, New Mexico.

In this regard, please find enclosed Arrington's AFE for this proposed operation. In the event that you should elect to participate in this operation, please so indicate by signing and returning one copy of the AFE. Upon receipt of your signed AFE, we will furnish a Joint Operating Agreement for your review and execution.

In the event that you should wish to not participate in this proposed operation, Arrington hereby submits for your review the following proposal for a term assignment covering your leasehold estate under the SE/4NE/4 of Section 29:

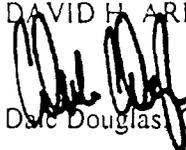
1. One (1) year term
2. \$100.00 per leasehold acre bonus
3. You would retain an ORRI equal to difference between 22.5% and leasehold burdens

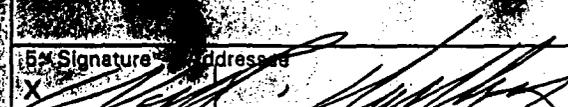
In the event you elect to grant a term assignment, please advise, and we will prepare and furnish for your review and execution such term assignment.

Should there be any questions or comments regarding this matter, please advise.

Yours very truly,

DAVID H. ARRINGTON OIL & GAS, INC.


Dale Douglas, CPL

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<input type="checkbox"/> Show to whom delivered, date, and addressee's address. <i>(Extra charge)</i>	<input type="checkbox"/> Restricted Delivery <i>(Extra charge)</i>
3. Article Addressed to: Bahlburg Exploration, Inc. c/o William C. Bahlburg P.O. Box 866937 Plano, Texas 75086	4. Article Number P 700 120 771
5. Signature - Addressee 	Type of Service: <input checked="" type="checkbox"/> Registered <input type="checkbox"/> Insured <input type="checkbox"/> Certified <input type="checkbox"/> COD <input type="checkbox"/> Express Mail <input checked="" type="checkbox"/> Return Receipt for Merchandise
	8. Addressee's Address (ONLY if requested and fee paid)
6. Signature - Agent 	7. Date of Delivery SEP 30 1999
PS Form 3811, Apr. 1989 U.S.G.P.O. 1989-238-815 DOMESTIC RETURN RECEIPT	

September 8, 1999

CERTIFIED MAIL: P 700 120 770

Clifford R. Cone
PO Box 1629
Lovington, NM 88260

Re: Prince Nymph #1 Well
Surface Location 2446' FSL and 1006' FEL, Section 29-T15S, R36E
Lea County, New Mexico

Gentlemen:

David H. Arrington Oil & Gas, Inc. ("Arrington") drilled the captioned well to an approximate depth of 12,050' and plugged and abandoned this well as a dry hole in the fourth quarter of 1998. Arrington is proposing to re-enter and sidetrack this wellbore to an approximate bottomhole location of 2440' FNL and 866' FEL of Section 29 to test the Wolfcamp zone at a depth of approximately 11,000'. Utilizing this wellbore shall effect a savings to all parties electing to participate in evaluating the potential of this Wolfcamp zone. Arrington is proposing that the spacing unit for this wellbore encompass the NE/4SE/4 and the SE/4NE/4 of Section 29, T15S, R36E, Lea County, New Mexico.

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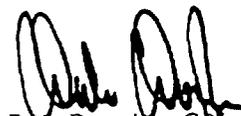
1. \$100.00 per mineral acre bonus inclusive of paid up rentals
2. three (3) year paid up term
3. 3/16ths royalty
4. Hall-Poorbaugh Producer's 88 Revised 1994 new Mexico Form 342P, Paid-up

In the event you elect to grant an oil and gas lease, please advise, and we will prepare and furnish for your review and execution an oil and gas lease and bank draft for the bonus consideration due you.

Should there be any questions or comments regarding this matter, please advise.

Yours very truly,

DAVID H. ARRINGTON OIL & GAS, INC.


Dale Douglas, CR

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3. Article Addressed to: Clifford R. Cone P.O. Box 1629 Lovington, NM 88260	4. Article Number P 700 120 770
Type of Service: <input checked="" type="checkbox"/> Registered <input type="checkbox"/> Insured <input type="checkbox"/> Certified <input type="checkbox"/> COD <input type="checkbox"/> Express Mail <input checked="" type="checkbox"/> Return Receipt for Merchandise	
Always obtain signature of addressee or agent and DATE DELIVERED.	
5. Signature of Addressee <input checked="" type="checkbox"/>	8. Addressee's Address (ONLY if requested and fee paid)
6. Signature of Agent <input checked="" type="checkbox"/>	
7. Date of Delivery SEP 28 1999	
PS Form 3811, Apr. 1989 *U.S.G.P.O. 1989-238-815 DOMESTIC RETURN RECEIPT	

September 8, 1999

CERTIFIED MAIL: P 700 120 769

DALCO Petroleum, L.L.C.
C/O David A. Lynch
PO Box 1904
Lovington, NM 88260

Re: Prince Nymph #1 Well
Surface Location 2446' FSL and 1006' FEL, Section 29-T15S, R36E
Lea County, New Mexico

Gentlemen:

David H. Arrington Oil & Gas, Inc. ("Arrington") drilled the captioned well to an approximate depth of 12,050' and plugged and abandoned this well as a dry hole in the fourth quarter of 1998. Arrington is proposing to re-enter and sidetrack this wellbore to an approximate bottomhole location of 2440' FNL and 866' FEL of Section 29 to test the Wolfcamp zone at a depth of approximately 11,000'. Utilizing this wellbore shall effect a savings to all parties electing to participate in evaluating the potential of this Wolfcamp zone. Arrington is proposing that the spacing unit for this wellbore encompass the NE/4SE/4 and the SE/4NE/4 of Section 29, T15S, R36E, Lea County, New Mexico.

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2. \$100.00 per leasehold acre bonus
3. You would retain an ORRI equal to difference between 22.5% and leasehold burdens

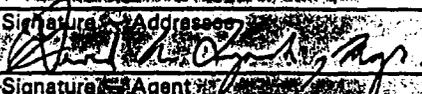
In the event you elect to grant a term assignment, please advise, and we will prepare and furnish for your review and execution such term assignment.

Should there be any questions or comments regarding this matter, please advise.

Yours very truly,

DAVID H. ARRINGTON OIL & GAS, INC.


Dale Douglas, PL

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3. Article Addressed to: DALCO Petroleum, L.L.C. c/o David A. Lynch P.O. Box 1904 Lovington, NM 88260	4. Article Number: P 700 120 769 Type of Service: <input checked="" type="checkbox"/> Registered <input type="checkbox"/> Insured <input type="checkbox"/> Certified <input type="checkbox"/> COD <input type="checkbox"/> Express Mail <input checked="" type="checkbox"/> Return Receipt for Merchandise
5. Signature of Addressee: X 	8. Addressee's Address (ONLY if required and fees paid) LOVINGTON, NM 88260 USPS
6. Signature of Agent: X	
7. Date of Delivery: SEP 30 1999	

PS Form 3811, Apr. 1989 * U.S.G.P.O. 1989-238-815 DOMESTIC RETURN RECEIPT

September 8, 1999

CERTIFIED MAIL: P 700 120 768

Douglas L. Cone
PO box 64244
Lubbock, TX 79464

Re: Prince Nymph #1 Well
Surface Location 2446' FSL and 1006' FEL, Section 29-T15S, R36E
Lea County, New Mexico

Gentlemen,

David H. Arrington Oil & Gas, Inc. ("Arrington") drilled the captioned well to an approximate depth of 12,050' and plugged and abandoned this well as a dry hole in the fourth quarter of 1998. Arrington is proposing to re-enter and sidetrack this wellbore to an approximate bottomhole location of 2440' FNL and 866' FEL of Section 29 to test the Wolfcamp zone at a depth of approximately 11,000'. Utilizing this wellbore shall effect a savings to all parties electing to participate in evaluating the potential of this Wolfcamp zone. Arrington is proposing that the spacing unit for this wellbore encompass the NE/4SE/4 and the SE/4NE/4 of Section 29, T15S, R36E, Lea County, New Mexico.

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3. 3/16ths royalty
4. Hall-Poorbaugh Producer's 88 Revised 1994 new Mexico Form 342P, Paid-up

In the event you elect to grant an oil and gas lease, please advise, and we will prepare and furnish for your review and execution an oil and gas lease and bank draft for the bonus consideration due you.

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Yours very truly,

DAVID H. ARRINGTON OIL & GAS, INC.


Date Douglas L. Cone

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1. <input checked="" type="checkbox"/> Show to whom delivered, date, and addressee's address. (Extra charge)	2. <input type="checkbox"/> Restricted Delivery (Extra charge)
3. Article Addressed to: Douglas L. Cone P.O. Box 64244 Lubbock, Texas 79464	4. Article Number P 700 120 768
Type of Service: <input checked="" type="checkbox"/> Registered <input type="checkbox"/> Insured <input type="checkbox"/> Certified <input checked="" type="checkbox"/> COD <input type="checkbox"/> Express Mail <input checked="" type="checkbox"/> Return Receipt for Merchandise	
Always obtain signature of addressee or agent and DATE DELIVERED.	
5. Signature - Addressee X	6. Signature - Agent X <i>Somara Wilde</i>
7. Date of Delivery SEP 28 1999	
PS Form 3811, Apr 1989 *U.S. G.P.O. 1989-238-815	

DOMESTIC RETURN RECEIPT

LUBBOCK, TX 79464
SEP 27 1999
USPS

September 8, 1999

CERTIFIED MAIL: P 700 120 767

Gary J. Lamb, Inc.
C/O Gary J. Lamb
PO Box 3383
Midland, TX 79702

Re: Prince Nymph #1 Well
Surface Location 2446' FSL and 1006' FEL, Section 29-T15S, R36E
Lea County, New Mexico

Gentlemen:

David H. Arrington Oil & Gas, Inc. ("Arrington") drilled the captioned well to an approximate depth of 12,050' and plugged and abandoned this well as a dry hole in the fourth quarter of 1998. Arrington is proposing to re-enter and sidetrack this wellbore to an approximate bottomhole location of 2440' FNL and 866' FEL of Section 29 to test the Wolfcamp zone at a depth of approximately 11,000'. Utilizing this wellbore shall effect a savings to all parties electing to participate in evaluating the potential of this Wolfcamp zone. Arrington is proposing that the spacing unit for this wellbore encompass the NE/4SE/4 and the SE/4NE/4 of Section 29, T15S, R36E, Lea County, New Mexico.

In the event that you should wish to not participate in this proposed operation, Arrington hereby submits for your review the following proposal for a term assignment covering your leasehold estate under the SE/4NE/4 of Section 29:

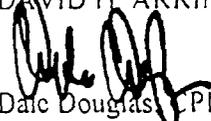
1. One (1) year term
2. \$100.00 per leasehold acre bonus
3. You would retain an ORRI equal to difference between 22.5% and leasehold burdens

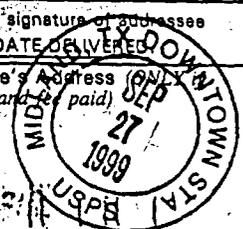
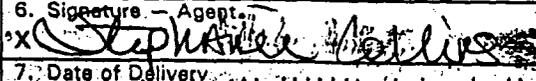
In the event you elect to grant a term assignment, please advise, and we will prepare and furnish for your review and execution such term assignment.

Should there be any questions or comments regarding this matter, please advise

Yours very truly,

DAVID H. ARRINGTON OIL & GAS, INC.


Dale Douglas, CPL

<p>● SENDER: Complete items 1 and 2 when additional services are desired, and complete items 3 and 4. Put your address in the "RETURN TO" space on the reverse side. Failure to do this will prevent this card from being returned to you. The return receipt fee will provide you the name of the person delivered to and the date of delivery. For additional fees the following services are available. Consult postmaster for fees and check box(es) for additional service(s) requested.</p> <p>1. <input type="checkbox"/> Show to whom delivered, date, and addressee's address. (Extra charge) 2. <input type="checkbox"/> Restricted Delivery (Extra charge)</p>	
<p>3. Article Addressed to: Gary J. Lamb, Inc. SEP 28 1999 c/o Gary J. Lamb P.O. Box 3383 Midland, Texas 79702</p>	<p>4. Article Number P 700 120 767</p> <p>Type of Service: <input checked="" type="checkbox"/> Registered <input type="checkbox"/> Insured <input type="checkbox"/> Certified <input type="checkbox"/> COD <input type="checkbox"/> Express Mail <input checked="" type="checkbox"/> Return Receipt for Merchandise</p> <p>Always obtain signature of addressee or agent and DATE DELIVERED</p>
<p>5. Signature - Addressee X</p>	<p>8. Addressee's Address (ONLY if requested and fee paid)</p> <p></p>
<p>6. Signature - Agent X </p> <p>7. Date of Delivery</p>	

PS Form 3811, April 1989 U.S. G.P.O. 1994-110-015 DOMESTIC RETURN RECEIPT

September 8, 1999

CERTIFIED MAIL: P 700 120 766

J.M. Mineral & Land Co., Inc.
C/O Jon M. Morgan
PO Box 1015
Midland, TX 79702

Re: Prince Nymph #1 Well
Surface Location 2446' FSL and 1006' FEL, Section 29-T15S, R36E
Lea County, New Mexico

Gentlemen:

David H. Arrington Oil & Gas, Inc. ("Arrington") drilled the captioned well to an approximate depth of 12,050' and plugged and abandoned this well as a dry hole in the fourth quarter of 1998. Arrington is proposing to re-enter and sidetrack this wellbore to an approximate bottomhole location of 2440' FNL and 866' FEL of Section 29 to test the Wolfcamp zone at a depth of approximately 11,000'. Utilizing this wellbore shall effect a savings to all parties electing to participate in evaluating the potential of this Wolfcamp zone. Arrington is proposing that the spacing unit for this wellbore encompass the NE/4SE/4 and the SE/4NE/4 of Section 29, T15S, R36E, Lea County, New Mexico.

In this regard, please find enclosed Arrington's AFE for this proposed operation. In the event that you should elect to participate in this operation, please so indicate by signing and returning one copy of the AFE. Upon receipt of your signed AFE, we will furnish a Joint Operating Agreement for your review and execution.

In the event that you should wish to not participate in this proposed operation, Arrington hereby submits for your review the following proposal for a term assignment covering your leasehold estate under the SE/4NE/4 of Section 29:

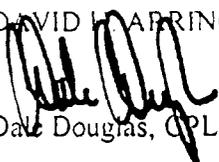
1. One (1) year term
2. \$100.00 per leasehold acre bonus
3. You would retain an ORRI equal to difference between 22.5% and leasehold burdens

In the event you elect to grant a term assignment, please advise, and we will prepare and furnish for your review and execution such term assignment.

Should there be any questions or comments regarding this matter, please advise.

Yours very truly,

DAVID H. ARRINGTON OIL & GAS, INC


Dale Douglas, CPL

SENDER: <input type="checkbox"/> Registered (Form 3800) and <input type="checkbox"/> when additional services are desired, and complete items for an address label (Form 3800). Space on the reverse side allows for a return address label. This card may be returned to you. The return receipt fee will provide you the name of the person delivered to and the date of delivery. Additional services available: <input type="checkbox"/> Certified Mail, <input type="checkbox"/> Registered Mail, <input type="checkbox"/> Signature Required, <input type="checkbox"/> Signature Confirmation, <input type="checkbox"/> Restricted Delivery (Extra Charge).	
3. Article Addressed to: J.M. Mineral & Land Co., Inc. C/O Jon M. Morgan P.O. Box 1015 Midland, Texas 79702	4. Article Number: P 700 120 766
5. Signature: 	6. Date of Delivery: SEP 28 1999
7. Signature: _____	8. Address: _____
9. Date of Delivery: _____	10. Address: _____
POST OFFICE BOX 1015 MIDLAND TX 79702-0105	
DOMESTIC RETURN RECEIPT	

September 8, 1999

CERTIFIED MAIL: P 700 120 765

Kenneth G. Cone
PO Box 11310
Midland, TX 79702

Re: Prince Nymph #1 Well
Surface Location 2446' FSL and 1006' FEL, Section 29-T15S, R36E
Lea County, New Mexico

Gentlemen:

David H. Arrington Oil & Gas, Inc. ("Arrington") drilled the captioned well to an approximate depth of 12,050' and plugged and abandoned this well as a dry hole in the fourth quarter of 1998. Arrington is proposing to re-enter and sidetrack this wellbore to an approximate bottomhole location of 2440' FNL and 866' FEL of Section 29 to test the Wolfcamp zone at a depth of approximately 11,000'. Utilizing this wellbore shall effect a savings to all parties electing to participate in evaluating the potential of this Wolfcamp zone. Arrington is proposing that the spacing unit for this wellbore encompass the NE/4SE/4 and the SE/4NE/4 of Section 29, T15S, R36E, Lea County, New Mexico.

In this regard, please find enclosed Arrington's AFE for this proposed operation. In the event that you should elect to participate in this operation, please so indicate by signing and returning one copy of the AFE. Upon receipt of your signed AFE, we will furnish a Joint Operating Agreement for your review and execution.

In the event that you should wish to not participate in this proposed operation, Arrington hereby submits for your review the following proposal for an oil and gas lease covering your mineral estate under the SE/4NE/4 of Section 29:

1. \$100.00 per mineral acre bonus inclusive of paid up rentals
2. three (3) year paid up term
3. 3/16ths royalty
4. Hall-Poorbaugh Producer's 88 Revised 1994 new Mexico Form 342P, Paid-up

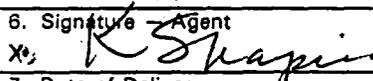
In the event you elect to grant an oil and gas lease, please advise, and we will prepare and furnish for your review and execution an oil and gas lease and bank draft for the bonus consideration due you.

Should there be any questions or comments regarding this matter, please advise.

Yours very truly,

DAVID H. ARRINGTON OIL & GAS, INC


Dale Douglas, CPL

SENDER: Complete items 1 and 2 when additional services are desired, and complete items 3 and 4. Put your address in the "RETURN TO" Space on the reverse side. Failure to do this will prevent this card from being returned to you. The return receipt fee will provide you the name of the person delivered to and the date of delivery. For additional fees the following services are available. Consult postmaster for fees and check box(es) for additional service(s) requested.	
1. <input type="checkbox"/> Show to whom delivered, date, and addressee's address. (Extra charge)	2. <input type="checkbox"/> Restricted Delivery (Extra charge)
3. Article Addressed to: Kenneth G. Cone P.O. Box 11310 Midland, Texas 79702	4. Article Number P 700 120 765
Type of Service: <input checked="" type="checkbox"/> Registered <input type="checkbox"/> Insured <input type="checkbox"/> Certified <input type="checkbox"/> COD <input type="checkbox"/> Express Mail <input checked="" type="checkbox"/> Return Receipt for Merchandise	
Always obtain signature of addressee or agent and DATE DELIVERED.	
5. Signature - Addressee X	Addresser's Address (ONLY if requested and fee paid)
6. Signature - Agent X: 	
7. Date of Delivery OCT 05 1999	

September 8, 1999

CERTIFIED MAIL: P 700 120 764

Magnolia Royalty Company, Inc.
C/O John R. Norwood
PO Box 10703
Midland, TX 79702

Re: Prince Nymph #1 Well
Surface Location 2446' FSL and 1006' FEL, Section 29-T15S, R36E
Lea County, New Mexico

Gentlemen:

David H. Arrington Oil & Gas, Inc. ("Arrington") drilled the captioned well to an approximate depth of 12,050' and plugged and abandoned this well as a dry hole in the fourth quarter of 1998. Arrington is proposing to re-enter and sidetrack this wellbore to an approximate bottomhole location of 2440' FNL and 866' FEL of Section 29 to test the Wolfcamp zone at a depth of approximately 11,000'. Utilizing this wellbore shall effect a savings to all parties electing to participate in evaluating the potential of this Wolfcamp zone. Arrington is proposing that the spacing unit for this wellbore encompass the NE/4SE/4 and the SE/4NE/4 of Section 29, T15S, R36E, Lea County, New Mexico.

In this regard, please find enclosed Arrington's AFE for this proposed operation. In the event that you should elect to participate in this operation, please so indicate by signing and returning one copy of the AFE. Upon receipt of your signed AFE, we will furnish a Joint Operating Agreement for your review and execution.

In the event that you should wish to not participate in this proposed operation, Arrington hereby submits for your review the following proposal for a term assignment covering your leasehold estate under the SE/4NE/4 of Section 29:

1. One (1) year term
2. \$100.00 per leasehold acre bonus
3. You would retain an ORRI equal to difference between 22.5% and leasehold burdens

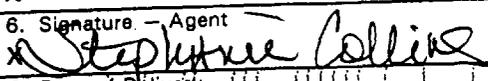
In the event you elect to grant a term assignment, please advise, and we will prepare and furnish for your review and execution such term assignment.

Should there be any questions or comments regarding this matter, please advise

Yours very truly,

DAVID H. ARRINGTON OIL & GAS, INC.


Dale Douglas, CPL

SENDER: Complete items 1 and 2 when additional services are desired, and complete items 3 and 4. Put your address in the "RETURN TO" Space on the reverse side. Failure to do this will prevent this card from being returned to you. The return receipt fee will provide you the name of the person delivered to and the date of delivery. For additional fees the following services are available. Consult postmaster for fees and check box(es) for additional service(s) requested.	
1. <input type="checkbox"/> Show to whom delivered, date, and addressee's address. (Extra charge) 2. <input type="checkbox"/> Restricted Delivery (Extra charge)	
3. Article Addressed to: Magnolia Royalty Company, Inc. c/o John R. Norwood P.O. Box 10703 Midland, Texas 79702	4. Article Number P 700 120 764 Type of Service: <input checked="" type="checkbox"/> Registered <input type="checkbox"/> Insured <input type="checkbox"/> Certified <input type="checkbox"/> COD <input type="checkbox"/> Express Mail <input checked="" type="checkbox"/> Return Receipt for Merchandise
5. Signature - Addressee X	Always obtain signature of addressee or agent and DATE DELIVERED.
6. Signature - Agent 	8. Addressee's Address ONLY if requested and fee paid) 27
7. Date of Delivery SEP 28 1999	MIDLAND TX 79701 USPS

PS Form 3811, Apr. 1989 U.S.G.P.O. 1989-238-815 DOMESTIC RETURN RECEIPT

September 8, 1999

CERTIFIED MAIL: P 700 120 763

Tom R. Cone
 PO Box 778
 Jay, Oklahoma 74363

Re: Prince Nymph #1 Well
 Surface Location 2446' FSL and 1006' FEL, Section 29-T15S, R36E
 Lea County, New Mexico

Gentlemen:

David H. Arrington Oil & Gas, Inc. ("Arrington") drilled the captioned well to an approximate depth of 12,050' and plugged and abandoned this well as a dry hole in the fourth quarter of 1998. Arrington is proposing to re-enter and sidetrack this wellbore to an approximate bottomhole location of 2440' FNL and 866' FEL of Section 29 to test the Wolfcamp zone at a depth of approximately 11,000'. Utilizing this wellbore shall effect a savings to all parties electing to participate in evaluating the potential of this Wolfcamp zone. Arrington is proposing that the spacing unit for this wellbore encompass the NE/4SE/4 and the SE/4NE/4 of Section 29, T15S, R36E, Lea County, New Mexico.

In this regard, please find enclosed Arrington's AFE for this proposed operation. In the event that you should elect to participate in this operation, please so indicate by signing and returning one copy of the AFE. Upon receipt of your signed AFE, we will furnish a Joint Operating Agreement for your review and execution.

In the event that you should wish to not participate in this proposed operation, Arrington hereby submits for your review the following proposal for an oil and gas lease covering your mineral estate under the SE/4NE/4 of Section 29:

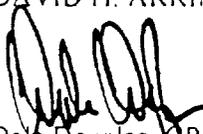
1. \$100.00 per mineral acre bonus inclusive of paid up rentals
2. three (3) year paid up term
3. 3/16ths royalty
4. Hall-Poorbaugh Producer's 88 Revised 1994 New Mexico Form 342P, Paid-up

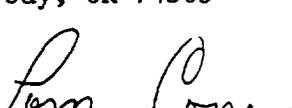
In the event you elect to grant an oil and gas lease, please advise, and we will prepare and furnish for your review and execution an oil and gas lease and bank draft for the bonus consideration due you.

Should there be any questions or comments regarding this matter, please advise.

Yours very truly,

DAVID H. ARRINGTON OIL & GAS, INC.


 Dale Douglas, JPL

<p>SENDER: Complete items 1 and 2 when additional services are desired, and complete items 3 and 4. Put your address in the "RETURN TO" Space on the reverse side. Failure to do this will prevent this card from being returned to you. The return receipt fee will provide you the name of the person delivered to and the date of delivery. For additional fees the following services are available. Consult postmaster for fees and check box(es) for additional service(s) requested.</p>	
<p>1. <input type="checkbox"/> Show to whom delivered, date, and addressee's address (Extra charge) 2. <input type="checkbox"/> Restricted Delivery (Extra charge)</p>	
<p>3. Article Addressed to: Tom R. Cone P.O. Box 778 Jay, OK 74363</p>	<p>4. Article Number P 700 120 763</p>
<p>Type of Service: <input checked="" type="checkbox"/> Registered <input type="checkbox"/> Insured <input type="checkbox"/> Certified <input type="checkbox"/> COD <input type="checkbox"/> Express Mail <input checked="" type="checkbox"/> Return Receipt for Merchandise</p>	
<p>Always obtain signature of addressee or agent and NOTE DELIVERED.</p>	
<p>5. Signature - Addressee  X</p>	<p>8. Addressee's Address (ONLY if Requested and fee paid)</p>
<p>6. Signature - Agent X</p>	<p>7. Date of Delivery OCT 01 1999</p>
<p>7. Date of Delivery</p>	

September 8, 1999

CERTIFIED MAIL: P 700 120 762

E. L. Brahaney
223 W. Wall
Midland, Texas 79701

Re: Prince Nymph #1 Well
Surface Location 2446' FSL and 1006' FEL, Section 29-T15S, R36E
Lea County, New Mexico

Gentlemen:

David H. Arrington Oil & Gas, Inc. ("Arrington") drilled the captioned well to an approximate depth of 12,050' and plugged and abandoned this well as a dry hole in the fourth quarter of 1998. Arrington is proposing to re-enter and sidetrack this wellbore to an approximate bottomhole location of 2440' FNL and 866' FEL of Section 29 to test the Wolfcamp zone at a depth of approximately 11,000'. Utilizing this wellbore shall effect a savings to all parties electing to participate in evaluating the potential of this Wolfcamp zone. Arrington is proposing that the spacing unit for this wellbore encompass the NE/4SE/4 and the SE/4NE/4 of Section 29, T15S, R36E, Lea County, New Mexico.

In this regard, please find enclosed Arrington's AFE for this proposed operation. In the event that you should elect to participate in this operation, please so indicate by signing and returning one copy of the AFE. Upon receipt of your signed AFE, we will furnish a Joint Operating Agreement for your review and execution.

In the event that you should wish to not participate in this proposed operation, Arrington hereby submits for your review the following proposal for an oil and gas lease covering your mineral estate under the E/100 acres of Section 29:

1. \$100.00 per mineral acre bonus inclusive of paid up rentals
2. three (3) year paid up term
3. 3/16ths royalty
4. Hall-Poorbaugh Producer's 88 Revised 1994 new Mexico Form 342P, Paid-up

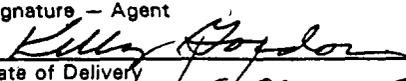
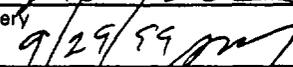
In the event you elect to grant an oil and gas lease, please advise and we will prepare and furnish for your review and execution an oil and gas lease and bank draft for the bonus consideration due you.

Should there be any questions or comments regarding this matter, please advise.

Yours very truly,

DAVID H. ARRINGTON OIL & GAS, INC.


Dale Douglas, JPL

<p>● SENDER: Complete items 1 and 2 when additional services are desired, and complete items 3 and 4. Put your address in the "RETURN TO" Space on the reverse side. Failure to do this will prevent this card from being returned to you. The return receipt fee will provide you the name of the person delivered to and the date of delivery. For additional fees the following services are available. Consult postmaster for fees and check box(es) for additional service(s) requested.</p> <p>1. <input type="checkbox"/> Show to whom delivered, date, and addressee's address. (Extra charge) 2. <input type="checkbox"/> Restricted Delivery (Extra charge)</p>	
3. Article Addressed to: E.L. Brahaney 223 W. Wall Midland, Texas 79701	4. Article Number P 700 120 762
Type of Service: <input checked="" type="checkbox"/> Registered <input type="checkbox"/> Insured <input type="checkbox"/> Certified <input type="checkbox"/> COD <input type="checkbox"/> Express Mail <input checked="" type="checkbox"/> Return Receipt for Merchandise	
Always obtain signature of addressee or agent and DATE DELIVERED.	
5. Signature - Addressee X	8. Addressee's Address (ONLY if requested and fee paid)
6. Signature - Agent X 	
7. Date of Delivery 9/29/99 	

<p>● SENDER: Complete items 1 and 2 when additional services are desired, and complete items 3 and 4.</p> <p>Put your address in the "RETURN TO" Space on the reverse side. Failure to do this will prevent this card from being returned to you. The return receipt fee will provide you the name of the person delivered to and the date of delivery. For additional fees the following services are available. Consult postmaster for fees and check box(es) for additional service(s) requested.</p> <p>1. <input type="checkbox"/> Show to whom delivered, date, and addressee's address. (Extra charge) 2. <input type="checkbox"/> Restricted Delivery (Extra charge)</p>	
<p>3. Article Addressed to:</p> <p>Anson Energy Corp. OCT 29 1999 4005 NW Expressway, Ste. 400E Oklahoma City, OK 73116</p>	<p>4. Article Number P 377 867 788</p> <p>Type of Service:</p> <p><input checked="" type="checkbox"/> Registered <input type="checkbox"/> Insured <input type="checkbox"/> Certified <input type="checkbox"/> COD <input type="checkbox"/> Express Mail <input checked="" type="checkbox"/> Return Receipt for Merchandise</p> <p>Always obtain signature of addressee or agent and DATE DELIVERED.</p>
<p>5. Signature - Addressee X <i>R. Zarkin</i></p>	<p>8. Addressee's Address (ONLY if requested and fee paid)</p>
<p>6. Signature - Agent X</p>	
<p>7. Date of Delivery 10/26/99</p>	

PS Form 3811, Apr. 1989

★ U.S.G.P.O. 1989-238-815

DOMESTIC RETURN RECEIPT

The attached letter dated September 8, 1999 was mailed out under this certified mail P 377 867 788, after being advised of an address change.

DAVID H. ARRINGTON OIL AND GAS, INC.

AUTHORITY FOR EXPENDITURE (AFE)

Original
 Supplemental

AFE #: 99-0709 Date: 7/8/99
 Lease: Prince Nymph Well #: 1 Well Type: Oil
 Location: NE/SE Section 29, T15N-R36E County: Lea State: New Mexico
 Prospect: West Dean Objective: Wolfcamp Proposed TD: 11,000'
 Purpose of Expenditure: Re-enter, Drill, Complete Wolfcamp Oil Test

CODE	INTANGIBLE EXPENSE	DRILLING	COMPLETION	TOTAL
	Surveying	0	0	0
	Staking & Permitting & City of Lovington	0	0	0
	Location, Roads & Damages	5,000	5,000	10,000
	Lease Restoration	4,500	0	4,500
	Mobilization/Demobilization	20,000	0	20,000
	Drilling - Footage @ /Ft	0	0	0
	Drilling - Daywork 10 @ \$5,500 /Day	55,000	0	55,000
	Drilling - Directional	70,000	0	70,000
	Completion Rig 7 @ \$2,000 /Day	0	14,000	14,000
	Pit Lining	0	0	0
	Bits, Reamers & Stabilizers	24,500	0	24,500
	Drilling & Completion Fluids & Oil	20,000	0	20,000
	Water	5,000	0	5,000
	Mud Logging 7 @ \$500 /Day	3,500	0	3,500
	Drill Stem Tests (1)	3,000	0	3,000
	Coring Services	0	0	0
	Logging - Open Hole & Sidewall Cores	20,000	0	20,000
	Cement & Services - Surface	0	0	0
	Cement & Services - Intermediate	0	0	0
	Cement & Services - Production	0	15,000	15,000
	Perforating & Cased Hole Logs	0	8,000	8,000
	Acidizing, Fracturing & Stimulation	0	10,000	10,000
	Rental Equipment (Safety, Test Tk., Choke, ect.) Rot. Head	7,000	0	7,000
	Installation - Production Facilities	0	9,000	9,000
	Inspection & Well Testing	1,000	2,000	3,000
	Transportation	3,000	1,000	4,000
	Miscellaneous Labor	1,000	2,000	3,000
	Engineering & Geological Services	2,500	1,500	4,000
	Overhead	2,000	1,000	3,000
	Supervision	6,000	4,000	10,000
	Sand Blast & Coat Casing	0	2,000	2,000
	Contingencies	17,000	3,500	20,500
	Gross Receipts Tax	13,500	3,900	17,400
	TOTAL INTANGIBLE EXPENSE	283,500	81,900	365,400

CODE	TANGIBLE EXPENSE	DRILLING	COMPLETION	TOTAL
	Casing - Conductor of @ /Ft	0	0	0
	Casing - Surface of @ /Ft	0	0	0
	Casing - Intermediate of @ /Ft	0	0	0
	Casing - Intermediate of @ /Ft	0	0	0
	Casing - Production 9000 of 5 1/2 @ \$5.70 /Ft	0	51,300	51,300
	Casing - Production 2000 of 5 1/2 @ \$5.90 /Ft	0	11,800	11,800
	Tubing 11,000 of 2 7/8 @ \$2.85 /Ft	0	31,400	31,400
	Float & Other Equipment	0	1,500	1,500
	Wellhead Equipment, Tree	0	12,000	12,000
	Sucker Rods	0	18,000	18,000
	Down Hole Pump	0	3,000	3,000
	Packer/TAC	0	4,300	4,300
	Pumping Unit & Prime Mover	0	50,000	50,000
	Tank Battery & Storage Facilities	0	19,000	19,000
	Separator/Heater Treater/Dehydrator	0	8,500	8,500
	Meters & Flowlines	0	1,000	1,000
	Miscellaneous Valves & Fittings	0	8,000	8,000
	Gross Receipts Tax	0	10,900	10,900
	TOTAL TANGIBLE EXPENSE	0	230,700	230,700
	TOTAL WELL COST	283,500	312,600	596,100

NOTE: THIS AFE IS ONLY AN ESTIMATE. BY RETURNING ONE APPROVED COPY, YOU AGREE TO PAY YOUR SHARE OF THE ACTUAL COSTS INCURRED.

David H. Arrington Oil & Gas, Inc. Approval: _____ Partner Approval: _____
 Prepared By: Steve Scott *Steve Scott* Company: _____
 Approved By: David H. Arrington *David H. Arrington* Approved By: _____
 Title: President Title: _____
 Date: _____ Date: _____

214 West Texas
Suite 400 (Zip 79701)
P.O. Box 2071
Midland, Texas 79702

DAVID H. ARRINGTON OIL & GAS, INC.

Area Code: 816
Phone: 682-6685
Fax: 682-4139

October 11, 1999

CERTIFIED MAIL: Z 470 962 353

Bahlburg Exploration, Inc.
C/O William C. Bahlburg
PO Box 866937
Plano, TX 75086

Re: Prince Nymph #1 Well
Surface Location 2446' FSL and 1006' FEL, Section 29-T15S, R36E
Lea County, New Mexico

Gentlemen:

Reference is herein made to that certain letter dated September 8, 1999 from David H. Arrington Oil & Gas, Inc. proposing the re-entry of the captioned wellbore.

At the request of one party, which represents several of the parties in the originally proposed spacing unit, in order to accommodate the requests of these parties, we would like to change the acreage which would be included in this spacing unit. As well, we have discovered that this well will be drilled on statewide rules which provide for 40 acre spacing. Therefore, the new spacing unit for this well will be the SE/4NE/4 of Section 29, T15S, R36E, Lea County, New Mexico.

In changing this spacing unit, the bottom hole location for this re-entry, will be at an unorthodox location.

Please consider this change in spacing unit in your evaluation of the September 8, 1999 proposal letter.

Should there be any questions or comments regarding this matter, please advise.

Yours very truly,

DAVID H. ARRINGTON OIL & GAS, INC.


Dale Douglas, CPL

Is your RETURN ADDRESS completed on the reverse side?	SENDER: <ul style="list-style-type: none">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: OCT 20 1999 Bahlburg Exploration, Inc. C/O William C. Bahlburg P.O. Box 866937 Plano, TX 75086	4a. Article Number Z 470 962 353
	4b. Service Type <input type="checkbox"/> Registered <input type="checkbox"/> Express Mail <input checked="" type="checkbox"/> Return Receipt for Merchandise	<input checked="" type="checkbox"/> Certified <input type="checkbox"/> Insured <input type="checkbox"/> COD
	5. Received By: (Print Name)	6. Date of Delivery
	8. Signature: (Addressee or Agent)	7. Addressee's Address (Only if requested and fee is paid)

PS Form 3811, December 1994 102505-00-0220 Domestic Return Receipt

Thank you for using Return Receipt Service.

214 West Texas
Suite 400 (Zip 79701)
P.O. Box 2071
Midland, Texas 79702

DAVID H. ARRINGTON OIL & GAS, INC.

Area Code: 915
Phone: 682-6885
Fax: 682-4139

October 11, 1999

CERTIFIED MAIL: 2 470 962 352

Clifford R. Cone
PO Box 1629
Lovington, NM 88260

Re: Prince Nymph #1 Well
Surface Location 2446' FSL and 1006' FEL, Section 29-T15S, R36E
Lea County, New Mexico

Gentlemen:

Reference is herein made to that certain letter dated September 8, 1999 from David H. Arrington Oil & Gas, Inc. proposing the re-entry of the captioned wellbore.

At the request of one party, which represents several of the parties in the originally proposed spacing unit, in order to accommodate the requests of these parties, we would like to change the acreage which would be included in this spacing unit. As well, we have discovered that this well will be drilled on statewide rules which provide for 40 acre spacing. Therefore, the new spacing unit for this well will be the SE/4NE/4 of Section 29, T15S, R36E, Lea County, New Mexico.

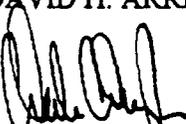
In changing this spacing unit, the bottom hole location for this re-entry, will be at an unorthodox location.

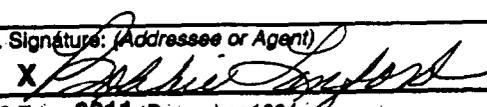
Please consider this change in spacing unit in your evaluation of the September 8, 1999 proposal letter.

Should there be any questions or comments regarding this matter, please advise.

Yours very truly,

DAVID H. ARRINGTON OIL & GAS, INC.


Dale Douglas, CPL

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: Clifford R. Cone P.O. Box 1629 Lovington, NM 88260 OCT 20 1999	4a. Article Number 2 470 962 352
	4b. Service Type <input type="checkbox"/> Registered <input type="checkbox"/> Express Mail <input checked="" type="checkbox"/> Certified <input type="checkbox"/> Insured <input type="checkbox"/> COD	
	5. Received By: (Print Name) 6. Signature: (Addressee or Agent) X 	7. Date of Delivery OCT 19 1999 8. Addressee's Address (Only if requested and fee is paid) 88260

PS Form 3811, December 1994 102595-98-B-0229 Domestic Return Receipt

Thank you for using Return Receipt Service.

214 West Texas
Suite 400 (Zip 79701)
P.O. Box 2071
Midland, Texas 79702

DAVID H. ARRINGTON OIL & GAS, INC.

Area Code: 915
Phone: 682-6685
Fax: 682-4139

October 11, 1999

CERTIFIED MAIL: 2 470 962 351

DALCO Petroleum, L.L.C.
C/O David A. Lynch
PO Box 1904
Lovington, NM 88260

Re: Prince Nymph #1 Well
Surface Location 2446' FSL and 1006' FEL, Section 29-T15S, R36E
Lea County, New Mexico

Gentlemen:

Reference is herein made to that certain letter dated September 8, 1999 from David H. Arrington Oil & Gas, Inc. proposing the re-entry of the captioned wellbore.

At the request of one party, which represents several of the parties in the originally proposed spacing unit, in order to accommodate the requests of these parties, we would like to change the acreage which would be included in this spacing unit. As well, we have discovered that this well will be drilled on statewide rules which provide for 40 acre spacing. Therefore, the new spacing unit for this well will be the SE/4NE/4 of Section 29, T15S, R36E, Lea County, New Mexico.

In changing this spacing unit, the bottom hole location for this re-entry, will be at an unorthodox location.

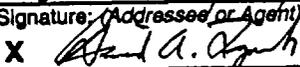
Please consider this change in spacing unit in your evaluation of the September 8, 1999 proposal letter.

Should there be any questions or comments regarding this matter, please advise.

Yours very truly,

DAVID H. ARRINGTON OIL & GAS, INC.


Dale Douglas, CPL

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.	OCT 18 1999	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: DALCO Petroleum, L.L.C. C/O David A Lynch P.O. Box 1904 Lovington, Nm 88260	4a. Article Number 2 470 962 351	4b. Service Type <input type="checkbox"/> Registered <input type="checkbox"/> Express Mail <input checked="" type="checkbox"/> Return Receipt for Merchandise	<input checked="" type="checkbox"/> Certified <input type="checkbox"/> Insured <input type="checkbox"/> COD
	5. Received By: (Print Name) David A. Lynch, Manager	7. Date of Delivery OCT 18 1999	8. Addressee's Address (Only if requested and fee is paid) DALCO PETROLEUM, L.L.C. PO BOX 1904 LOVINGTON, NM 88260	
	6. Signature: (Addressee or Agent) X 			

PS Form 3811, December 1994 102595-06-8-0229 Domestic Return Receipt

Thank you for using Return Receipt Service.

October 11, 1999

CERTIFIED MAIL: Z 470 962 350

Douglas L. Cone
PO Box 64244
Lubbock, TX 79464

Re: Prince Nymph #1 Well
Surface Location 2446' FSL and 1006' FEL, Section 29-T15S, R36E
Lea County, New Mexico

Gentlemen:

Reference is herein made to that certain letter dated September 8, 1999 from David H. Arrington Oil & Gas, Inc. proposing the re-entry of the captioned wellbore.

At the request of one party, which represents several of the parties in the originally proposed spacing unit, in order to accommodate the requests of these parties, we would like to change the acreage which would be included in this spacing unit. As well, we have discovered that this well will be drilled on statewide rules which provide for 40 acre spacing. Therefore, the new spacing unit for this well will be the SE/4NE/4 of Section 29, T15S, R36E, Lea County, New Mexico.

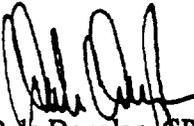
In changing this spacing unit, the bottom hole location for this re-entry, will be at an unorthodox location.

Please consider this change in spacing unit in your evaluation of the September 8, 1999 proposal letter.

Should there be any questions or comments regarding this matter, please advise.

Yours very truly,

DAVID H. ARRINGTON OIL & GAS, INC.


Dale Douglas, CPL

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.		OCT 19 1999		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.	
Article Addressed to: Douglas L. Cone P.O. Box 64244 Lubbock, TX 79464		4a. Article Number Z 470 962 350		4b. Service Type <input type="checkbox"/> Registered <input type="checkbox"/> Express Mail <input checked="" type="checkbox"/> Return Receipt for Merchandise <input checked="" type="checkbox"/> Certified <input type="checkbox"/> Insured <input type="checkbox"/> COD	
5. Received By: (Print Name) Dale Douglas		7. Date of Delivery OCT 19 1999		8. Addressee's Address (Only if requested) LUBBOCK TX 79464	
6. Signature of Addressee or Agent X Dale Douglas		PS Form 3841, December 1994		102585-09-9-0229 Domestic Return Receipt	

Thank you for using Return Receipt Service.

October 11, 1999

CERTIFIED MAIL: Z 470 962 349

Gary J. Lamb, Inc.
C/O Gary J. Lamb
PO Box 3383
Midland, TX 79702

Re: Prince Nymph #1 Well
Surface Location 2446' FSL and 1006' FEL, Section 29-T15S, R36E
Lea County, New Mexico

Gentlemen:

Reference is herein made to that certain letter dated September 8, 1999 from David H. Arrington Oil & Gas, Inc. proposing the re-entry of the captioned wellbore.

At the request of one party, which represents several of the parties in the originally proposed spacing unit, in order to accommodate the requests of these parties, we would like to change the acreage which would be included in this spacing unit. As well, we have discovered that this well will be drilled on statewide rules which provide for 40 acre spacing. Therefore, the new spacing unit for this well will be the SE/4NE/4 of Section 29, T15S, R36E, Lea County, New Mexico.

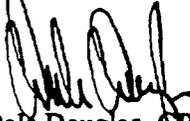
In changing this spacing unit, the bottom hole location for this re-entry, will be at an unorthodox location.

Please consider this change in spacing unit in your evaluation of the September 8, 1999 proposal letter.

Should there be any questions or comments regarding this matter, please advise.

Yours very truly,

DAVID H. ARRINGTON OIL & GAS, INC.


Dale Douglas, CPL

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.	OCT 18 1999	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: Gary J. Lamb, Inc. C/O Gary J. Lamb P.O. Box 3383 Midland, TX 79702	4a. Article Number Z 470 962 349	4b. Service Type <input type="checkbox"/> Registered <input type="checkbox"/> Express Mail <input checked="" type="checkbox"/> Return Receipt for Merchandise	<input checked="" type="checkbox"/> Certified <input type="checkbox"/> Insured <input type="checkbox"/> Signature Required
	5. Received By (Print Name) Stephanee Collins	6. Signature (Addressee or Agent) X	7. Date of Delivery OCT 15 1999	8. Addressee's Address (Only if requested and fee is paid)
	PS Form 3811, December 1994		102595-98-8-0229 Domestic Return Receipt	

Thank you for using Return Receipt Service.

October 11, 1999

CERTIFIED MAIL: Z 470 962 348

J.M. Mineral & Land Co., Inc.
C/O Jon M. Morgan
PO Box 1015
Midland, TX 79702

Re: Prince Nymph #1 Well
Surface Location 2446' FSL and 1006' FEL, Section 29-T15S, R36E
Lea County, New Mexico

Gentlemen:

Reference is herein made to that certain letter dated September 8, 1999 from David H. Arrington Oil & Gas, Inc. proposing the re-entry of the captioned wellbore.

At the request of one party, which represents several of the parties in the originally proposed spacing unit, in order to accommodate the requests of these parties, we would like to change the acreage which would be included in this spacing unit. As well, we have discovered that this well will be drilled on statewide rules which provide for 40 acre spacing. Therefore, the new spacing unit for this well will be the SE/4NE/4 of Section 29, T15S, R36E, Lea County, New Mexico.

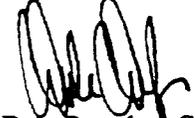
In changing this spacing unit, the bottom hole location for this re-entry, will be at an unorthodox location.

Please consider this change in spacing unit in your evaluation of the September 8, 1999 proposal letter.

Should there be any questions or comments regarding this matter, please advise.

Yours very truly,

DAVID H. ARRINGTON OIL & GAS, INC.


Dale Douglas, CPL

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.	OCT 18 1999	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: J. M. Mineral + Land Co. C/O Jon M. Morgan P.O. Box 1015 Midland, TX 79702	4a. Article Number 7 470 962 348	4b. Service Type <input type="checkbox"/> Registered <input checked="" type="checkbox"/> Certified <input type="checkbox"/> Express Mail <input type="checkbox"/> Insured <input checked="" type="checkbox"/> Return Receipt for Merchandise <input type="checkbox"/> COD
	5. Received By: (Print Name) Stephanee Collier	7. Date of Delivery OCT 15 1999 MIDLAND, TX USPS	8. Addressee's Address (Only if requested and fees paid)
	8. Signature: (Addressee or Agent) X		

214 West Texas
Suite 400 (Zip 79701)
P.O. Box 2071
Midland, Texas 79702

DAVID H. ARRINGTON OIL & GAS, INC.

Area Code: 915
Phone: 682-6685
Fax: 682-4139

October 11, 1999

CERTIFIED MAIL: Z 470 962 347

Kenneth G. Cone
PO Box 11310
Midland, TX 79702

Re: Prince Nymph #1 Well
Surface Location 2446' FSL and 1006' FEL, Section 29-T15S, R36E
Lea County, New Mexico

Gentlemen:

Reference is herein made to that certain letter dated September 8, 1999 from David H. Arrington Oil & Gas, Inc. proposing the re-entry of the captioned wellbore.

At the request of one party, which represents several of the parties in the originally proposed spacing unit, in order to accommodate the requests of these parties, we would like to change the acreage which would be included in this spacing unit. As well, we have discovered that this well will be drilled on statewide rules which provide for 40 acre spacing. Therefore, the new spacing unit for this well will be the SE/4NE/4 of Section 29, T15S, R36E, Lea County, New Mexico.

In changing this spacing unit, the bottom hole location for this re-entry, will be at an unorthodox location.

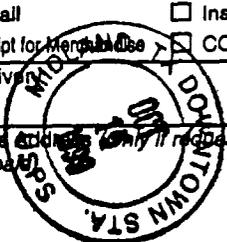
Please consider this change in spacing unit in your evaluation of the September 8, 1999 proposal letter.

Should there be any questions or comments regarding this matter, please advise.

Yours very truly,

DAVID H. ARRINGTON OIL & GAS, INC.


Dale Douglas, OPL

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.	OCT 18 1999	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: Kenneth G. Cone P.O. Box 11310 Midland, TX 79702	4a. Article Number Z 470 962 347	4b. Service Type <input type="checkbox"/> Registered <input type="checkbox"/> Express Mail <input checked="" type="checkbox"/> Return Receipt for Merchandise	<input checked="" type="checkbox"/> Certified <input type="checkbox"/> Insured <input type="checkbox"/> COD
	5. Received By: (Print Name)	7. Date of Delivery	8. Addressee's Address (only if requested and fee is paid)	
	6. Signature: (Addressee or Agent) X 			
	PS Form 3811, December 1994			

214 West Texas
Suite 400 (Zip 79701)
P.O. Box 2071
Midland, Texas 79702

DAVID H. ARRINGTON OIL & GAS, INC.

Area Code: 915
Phone: 682-6685
Fax: 682-4139

October 11, 1999

CERTIFIED MAIL: Z 470 962 346

Magnolia Royalty Company, Inc.
C/O John R. Norwood
PO Box 10703
Midland, TX 79702

Re: Prince Nymph #1 Well
Surface Location 2446' FSL and 1006' FEL, Section 29-T15S, R36E
Lea County, New Mexico

Gentlemen:

Reference is herein made to that certain letter dated September 8, 1999 from David H. Arrington Oil & Gas, Inc. proposing the re-entry of the captioned wellbore.

At the request of one party, which represents several of the parties in the originally proposed spacing unit, in order to accommodate the requests of these parties, we would like to change the acreage which would be included in this spacing unit. As well, we have discovered that this well will be drilled on statewide rules which provide for 40 acre spacing. Therefore, the new spacing unit for this well will be the SE/4NE/4 of Section 29, T15S, R36E, Lea County, New Mexico.

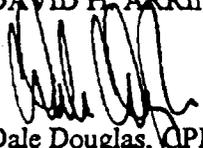
In changing this spacing unit, the bottom hole location for this re-entry, will be at an unorthodox location.

Please consider this change in spacing unit in your evaluation of the September 8, 1999 proposal letter.

Should there be any questions or comments regarding this matter, please advise.

Yours very truly,

DAVID H. ARRINGTON OIL & GAS, INC.


Dale Douglas, CPL

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.	OCT 18 1999	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: Magnolia Royalty Company, Inc. C/O John R. Norwood P.O. Box 10703 Midland, Texas 79702	4a. Article Number Z 470 962 346	4b. Service Type <input type="checkbox"/> Registered <input checked="" type="checkbox"/> Certified <input type="checkbox"/> Express Mail <input type="checkbox"/> Insured <input checked="" type="checkbox"/> Return Receipt for Merchandise <input type="checkbox"/> COD	7. Date of Delivery
	5. Received By. (Print Name) <i>John R. Norwood</i>	6. Signature (Addressee or Agent) <i>X</i>	8. Addressee's Address (Only if requested and fee is paid) MIDLAND, TEXAS 79701 OCT 15 1999 MIDLAND, TEXAS 79701 USPS	Thank you for using Return Receipt Service.
	PS Form 3811, December 1994		102595-98-8-0229 Domestic Return Receipt	

214 West Texas
Suite 400 (Zip 79701)
P.O. Box 2071
Midland, Texas 79702

DAVID H. ARRINGTON OIL & GAS, INC.

Area Code: 915
Phone: 682-6685
Fax: 682-4139

October 11, 1999

CERTIFIED MAIL: Z 470 962 344

Tom R. Cone
PO Box 778
Jay, Oklahoma 74363

Re: Prince Nymph #1 Well
Surface Location 2446' FSL and 1006' FEL, Section 29-T15S, R36E
Lea County, New Mexico

Gentlemen:

Reference is herein made to that certain letter dated September 8, 1999 from David H. Arrington Oil & Gas, Inc. proposing the re-entry of the captioned wellbore.

At the request of one party, which represents several of the parties in the originally proposed spacing unit, in order to accommodate the requests of these parties, we would like to change the acreage which would be included in this spacing unit. As well, we have discovered that this well will be drilled on statewide rules which provide for 40 acre spacing. Therefore, the new spacing unit for this well will be the SE/4NE/4 of Section 29, T15S, R36E, Lea County, New Mexico.

In changing this spacing unit, the bottom hole location for this re-entry, will be at an unorthodox location.

Please consider this change in spacing unit in your evaluation of the September 8, 1999 proposal letter.

Should there be any questions or comments regarding this matter, please advise.

Yours very truly,

DAVID H. ARRINGTON OIL & GAS, INC.

Dale Douglas, CPL

102595-08-8-0229 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.		OCT 21 1999	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: Tom R. Cone P.O. Box 778 Jay, Oklahoma 74363		4a. Article Number 7 470 962 344	7. Date of Delivery OCT 21 1999
5. Received By: (Print Name) 6. Signature: (Addressee or Agent) X Tom Cone		4b. Service Type <input type="checkbox"/> Registered <input checked="" type="checkbox"/> Certified <input type="checkbox"/> Express Mail <input type="checkbox"/> Insured <input checked="" type="checkbox"/> Return Receipt for Merchandise <input type="checkbox"/> COD	
PS Form 3811, December 1994		8. Addressee's Address (Only if requested and fee is paid) Jay, Oklahoma 74363	

■ your RETURN ADDRESS completed on the reverse side?

Thank you for using Return Receipt Service.

214 West Texas
Suite 400 (Zip 79701)
P.O. Box 2071
Midland, Texas 79702

DAVID H. ARRINGTON OIL & GAS, INC.

Area Code: 915
Phone: 682-6685
Fax: 682-4139

October 11, 1999

CERTIFIED MAIL: Z 470 962 343

E. L. Brahaney
223 W. Wall
Midland, Texas 79701

Re: Prince Nymph #1 Well
Surface Location 2446' FSL and 1006' FEL, Section 29-T15S, R36E
Lea County, New Mexico

Gentlemen:

Reference is herein made to that certain letter dated September 8, 1999 from David H. Arrington Oil & Gas, Inc. proposing the re-entry of the captioned wellbore.

Please be advised that David H. Arrington Oil & Gas, Inc. hereby withdraws the proposals as outlined in said letter to you.

Should there be any questions or comments, please advise.

Yours very truly,

DAVID H. ARRINGTON OIL & GAS, INC.

Dale Douglas, CPL

<small>Is your RETURN ADDRESS completed on the reverse side?</small>	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.	OCT 18 1999	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: E. L. Brahaney 223 W. Wall Midland, TX 79701	4a. Article Number Z470 962 343	4b. Service Type <input type="checkbox"/> Registered <input checked="" type="checkbox"/> Certified <input type="checkbox"/> Express Mail <input type="checkbox"/> Insured <input checked="" type="checkbox"/> Return Receipt for Merchandise <input type="checkbox"/> COD
5. Received By: (Print Name)	8. Addressee's Address (Only if requested and fee is paid)		
6. Signature: (Addressee or Agent) X Kelly Gordon			

<p>● SENDER: Complete items 1 and 2 when additional services are desired, and complete items 3 and 4.</p> <p>Put your address in the "RETURN TO" Space on the reverse side. Failure to do this will prevent this card from being returned to you. The return receipt fee will provide you the name of the person delivered to and the date of delivery. For additional fees the following services are available. Consult postmaster for fees and check box(es) for additional service(s) requested.</p> <p>1. <input type="checkbox"/> Show to whom delivered, date, and addressee's address. (Extra charge) 2. <input type="checkbox"/> Restricted Delivery (Extra charge)</p>	
<p>3. Article Addressed to:</p> <p>Anson Energy Corp. OCT 29 1999 4005 NW Expressway, Ste. 400E Oklahoma City, OK 73116</p>	<p>4. Article Number P 377 867 788</p> <p>Type of Service:</p> <p><input checked="" type="checkbox"/> Registered <input type="checkbox"/> Insured <input type="checkbox"/> Certified <input type="checkbox"/> COD <input type="checkbox"/> Express Mail <input checked="" type="checkbox"/> Return Receipt for Merchandise</p> <p>Always obtain signature of addressee or agent and DATE DELIVERED.</p>
<p>5. Signature Addressee X <i>R. Zaiten</i></p>	<p>8. Addressee's Address (ONLY if requested and fee paid)</p>
<p>6. Signature Agent X</p>	
<p>7. Date of Delivery 10/26/99</p>	

PS Form 3811, Apr. 1989

★ U.S.G.P.O. 1989-238-815

DOMESTIC RETURN RECEIPT

The attached letter dated October 11, 1999 was mailed out under this certified mail P 377 867 788, after being advised of an address change.

214 West Texas
Suite 400 (Zip 79701)
P.O. Box 2071
Midland, Texas 79702

DAVID H. ARRINGTON OIL & GAS, INC.

Area Code: 915
Phone: 682-6685
Fax: 682-4139

October 11, 9999

CERTIFIED MAIL: Z 470 962 354

Anson Energy Corporation
PO Box 24060
Oklahoma City, Oklahoma 73124

Re: Prince Nymph #1 Well
Surface Location 2446' FSL and 1006' FEL, Section 29-T15S, R36E
Lea County, New Mexico

Gentlemen:

Reference is herein made to that certain letter dated September 8, 1999 from David H. Arrington Oil & Gas, Inc. proposing the re-entry of the captioned wellbore.

At the request of one party, which represents several of the parties in the originally proposed spacing unit, in order to accommodate the requests of these parties, we would like to change the acreage which would be included in this spacing unit. As well, we have discovered that this well will be drilled on statewide rules which provide for 40 acre spacing. Therefore, the new spacing unit for this well will be the SE/4NE/4 of Section 29, T15S, R36E, Lea County, New Mexico.

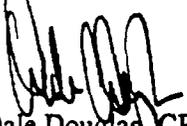
In changing this spacing unit, the bottom hole location for this re-entry, will be at an unorthodox location.

Please consider this change in spacing unit in your evaluation of the September 8, 1999 proposal letter.

Should there be any questions or comments regarding this matter, please advise.

Yours very truly,

DAVID H. ARRINGTON OIL & GAS, INC.


Dale Douglas, CPL

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 of delivery.	0CT 28 1999	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.
	ANSON 4005 NW EXPRESSWAY ST STE 400E OKLAHOMA CITY OK 73116-1679	4a. Article Number <u>Z 470 962 354</u>	4b. Service Type <input type="checkbox"/> Registered <input checked="" type="checkbox"/> Certified <input type="checkbox"/> Express Mail <input type="checkbox"/> Insured <input checked="" type="checkbox"/> Return Receipt for Merchandise <input type="checkbox"/> COD
is your RETURN	5. Received By: (Print Name)	8. Addressee's Address (Only if requested and fee is paid)	

Thank you for using Return Receipt Service.

Return Receipt

214 West Texas
Suite 400 (Zip 79701)
P.O. Box 2071
Midland, Texas 79702

DAVID H. ARRINGTON OIL & GAS, INC.

Area Code: 915
Phone: 682-6655
Fax: 682-4139

October 11, 1999

CERTIFIED MAIL: Z 470 962 353

Bahlburg Exploration, Inc.
C/O William C. Bahlburg
PO Box 866937
Plano, TX 75086

Re: Prince Nymph #1 Well
Surface Location 2446' FSL and 1006' FEL, Section 29-T15S, R36E
Lea County, New Mexico

Gentlemen:

Reference is herein made to that certain letter dated September 8, 1999 from David H. Arrington Oil & Gas, Inc. proposing the re-entry of the captioned wellbore.

At the request of one party, which represents several of the parties in the originally proposed spacing unit, in order to accommodate the requests of these parties, we would like to change the acreage which would be included in this spacing unit. As well, we have discovered that this well will be drilled on statewide rules which provide for 40 acre spacing. Therefore, the new spacing unit for this well will be the SE/4NE/4 of Section 29, T15S, R36E, Lea County, New Mexico.

In changing this spacing unit, the bottom hole location for this re-entry, will be at an unorthodox location.

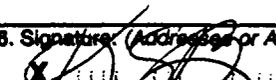
Please consider this change in spacing unit in your evaluation of the September 8, 1999 proposal letter.

Should there be any questions or comments regarding this matter, please advise.

Yours very truly,

DAVID H. ARRINGTON OIL & GAS, INC.


Dale Douglas, CPL

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: OCT 20 1999 Bahlburg Exploration, Inc. C/O William C. Bahlburg P.O. Box 866937 Plano, TX 75086	4a. Article Number Z 470 962 353
	4b. Service Type <input type="checkbox"/> Registered <input type="checkbox"/> Express Mail <input checked="" type="checkbox"/> Return Receipt for Merchandise	<input checked="" type="checkbox"/> Certified <input type="checkbox"/> Insured <input type="checkbox"/> COD
	5. Received By: (Print Name)	7. Date of Delivery
	6. Signature: (Addressee or Agent) 	8. Addressee's Address (Only if requested and fee is paid)

PLANO TX NOV 1999
USPS

102595-01-8-0220 Domestic Return Receipt

Thank you for using Return Receipt Service.

214 West Texas
Suite 400 (Zip 79701)
P.O. Box 2071
Midland, Texas 79702

DAVID H. ARRINGTON OIL & GAS, INC.

Area Code: 915
Phone: 682-6685
Fax: 682-4139

October 11, 1999

CERTIFIED MAIL: 2 470 962 352

Clifford R. Cone
PO Box 1629
Lovington, NM 88260

Re: Prince Nymph #1 Well
Surface Location 2446' FSL and 1006' FEL, Section 29-T15S, R36E
Lea County, New Mexico

Gentlemen:

Reference is herein made to that certain letter dated September 8, 1999 from David H. Arrington Oil & Gas, Inc. proposing the re-entry of the captioned wellbore.

At the request of one party, which represents several of the parties in the originally proposed spacing unit, in order to accommodate the requests of these parties, we would like to change the acreage which would be included in this spacing unit. As well, we have discovered that this well will be drilled on statewide rules which provide for 40 acre spacing. Therefore, the new spacing unit for this well will be the SE/4NE/4 of Section 29, T15S, R36E, Lea County, New Mexico.

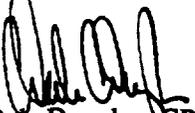
In changing this spacing unit, the bottom hole location for this re-entry, will be at an unorthodox location.

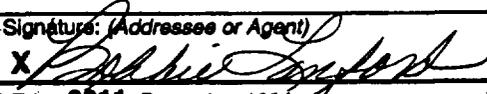
Please consider this change in spacing unit in your evaluation of the September 8, 1999 proposal letter.

Should there be any questions or comments regarding this matter, please advise.

Yours very truly,

DAVID H. ARRINGTON OIL & GAS, INC.


Dale Douglas, CPL

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: Clifford R. Cone P.O. Box 1629 Lovington, NM 88260	4a. Article Number 2 470 962 352
		4b. Service Type <input type="checkbox"/> Registered <input type="checkbox"/> Express Mail <input checked="" type="checkbox"/> Certified <input type="checkbox"/> Insured <input type="checkbox"/> COD
		7. Date of Delivery OCT 20 1999 88260 USPS
	5. Received By: (Print Name)	8. Addressee's Address (Only if requested and fee is paid) 1629
6. Signature: (Addressee or Agent) X 		

PS Form 3811, December 1994 102595-08-B-0229 Domestic Return Receipt

Thank you for using Return Receipt Service.

October 11, 1999

CERTIFIED MAIL: 2 470 962 351

DALCO Petroleum, L.L.C.
C/O David A. Lynch
PO Box 1904
Lovington, NM 88260

Re: Prince Nymph #1 Well
Surface Location 2446' FSL and 1006' FEL, Section 29-T15S, R36E
Lea County, New Mexico

Gentlemen:

Reference is herein made to that certain letter dated September 8, 1999 from David H. Arrington Oil & Gas, Inc. proposing the re-entry of the captioned wellbore.

At the request of one party, which represents several of the parties in the originally proposed spacing unit, in order to accommodate the requests of these parties, we would like to change the acreage which would be included in this spacing unit. As well, we have discovered that this well will be drilled on statewide rules which provide for 40 acre spacing. Therefore, the new spacing unit for this well will be the SE/4NE/4 of Section 29, T15S, R36E, Lea County, New Mexico.

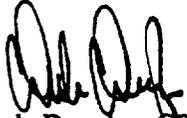
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Please consider this change in spacing unit in your evaluation of the September 8, 1999 proposal letter.

Should there be any questions or comments regarding this matter, please advise.

Yours very truly,

DAVID H. ARRINGTON OIL & GAS, INC.


Dale Douglas, CPL

* 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.	OCT 18 1999	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: DALCO Petroleum, L.L.C. C/O David A Lynch P.O. Box 1904 Lovington, Nm 88260	4a. Article Number 2 470 962 351	4b. Service Type <input type="checkbox"/> Registered <input type="checkbox"/> Express Mail <input checked="" type="checkbox"/> Return Receipt for Merchandise	<input checked="" type="checkbox"/> Certified <input type="checkbox"/> Insured <input type="checkbox"/> COD
	5. Received By: (Print Name) David A. Lynch, Manager	6. Signature: (Addressee or Agent) X David A. Lynch	7. Date of Delivery OCT 18 1999	8. Addressee's Address (Only if requested and fee is paid)
	PS Form 3811, December 1994		102595-98-8-0229 Domestic Return Receipt	

Thank you for using Return Receipt Service.

214 West Texas
Suite 400 (Zip 79701)
P.O. Box 2071
Midland, Texas 79702

DAVID H. ARRINGTON OIL & GAS, INC.

Area Code: 915
Phone: 682-6695
Fax: 682-4139

October 11, 1999

CERTIFIED MAIL: Z 470 962 350

Douglas L. Cone
PO Box 64244
Lubbock, TX 79464

Re: Prince Nymph #1 Well
Surface Location 2446' FSL and 1006' FEL, Section 29-T15S, R36E
Lea County, New Mexico

Gentlemen:

Reference is herein made to that certain letter dated September 8, 1999 from David H. Arrington Oil & Gas, Inc. proposing the re-entry of the captioned wellbore.

At the request of one party, which represents several of the parties in the originally proposed spacing unit, in order to accommodate the requests of these parties, we would like to change the acreage which would be included in this spacing unit. As well, we have discovered that this well will be drilled on statewide rules which provide for 40 acre spacing. Therefore, the new spacing unit for this well will be the SE/4NE/4 of Section 29, T15S, R36E, Lea County, New Mexico.

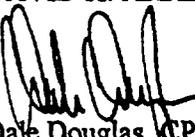
In changing this spacing unit, the bottom hole location for this re-entry, will be at an unorthodox location.

Please consider this change in spacing unit in your evaluation of the September 8, 1999 proposal letter.

Should there be any questions or comments regarding this matter, please advise.

Yours very truly,

DAVID H. ARRINGTON OIL & GAS, INC.


Dale Douglas, CPL

RECIPIENT: 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 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.	
Article Addressed to: Douglas L. Cone P.O. Box 64244 Lubbock, TX 79464		4a. Article Number Z 470 962 350	
5. Received By: (Print Name) X <u>Amanda Wilde</u>		4b. Service Type <input type="checkbox"/> Registered <input type="checkbox"/> Express Mail <input checked="" type="checkbox"/> Return Receipt for Merchandise <input checked="" type="checkbox"/> Certified <input type="checkbox"/> Insured <input type="checkbox"/> COD	
6. Signature of Addressee or Agent X <u>Amanda Wilde</u>		7. Date of Delivery OCT 19 1999 8. Addressee's Address (Only if requested and fee is paid) LUBBOCK, TX 79464	
PS Form 3847, December 1994		Domestic Return Receipt	

Thank you for using Return Receipt Service.

October 11, 1999

CERTIFIED MAIL: Z 470 962 349

Gary J. Lamb, Inc.
C/O Gary J. Lamb
PO Box 3383
Midland, TX 79702

Re: Prince Nymph #1 Well
Surface Location 2446' FSL and 1006' FEL, Section 29-T15S, R36E
Lea County, New Mexico

Gentlemen:

Reference is herein made to that certain letter dated September 8, 1999 from David H. Arrington Oil & Gas, Inc. proposing the re-entry of the captioned wellbore.

At the request of one party, which represents several of the parties in the originally proposed spacing unit, in order to accommodate the requests of these parties, we would like to change the acreage which would be included in this spacing unit. As well, we have discovered that this well will be drilled on statewide rules which provide for 40 acre spacing. Therefore, the new spacing unit for this well will be the SE/4NE/4 of Section 29, T15S, R36E, Lea County, New Mexico.

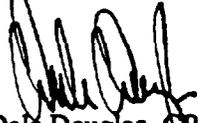
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Please consider this change in spacing unit in your evaluation of the September 8, 1999 proposal letter.

Should there be any questions or comments regarding this matter, please advise.

Yours very truly,

DAVID H. ARRINGTON OIL & GAS, INC.


Dale Douglas, CPL

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.	OCT 18 1999	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: Gary J. Lamb, Inc. C/O Gary J. Lamb P.O. Box 3383 Midland, TX 79702	4a. Article Number Z 470 962 349		
	4b. Service Type <input type="checkbox"/> Registered <input type="checkbox"/> Express Mail <input checked="" type="checkbox"/> Return Receipt for Merchandise			
	5. Received By (Print Name) Stephanee Collins	6. Signature: (Addressee or Agent) X		
PS Form 3811, December 1994		102595-08-8-0229 Domestic Return Receipt		

Thank you for using Return Receipt Service.

October 11, 1999

CERTIFIED MAIL: Z 470 962 348

J.M. Mineral & Land Co., Inc.
C/O Jon M. Morgan
PO Box 1015
Midland, TX 79702

Re: Prince Nymph #1 Well
Surface Location 2446' FSL and 1006' FEL, Section 29-T15S, R36E
Lea County, New Mexico

Gentlemen:

Reference is herein made to that certain letter dated September 8, 1999 from David H. Arrington Oil & Gas, Inc. proposing the re-entry of the captioned wellbore.

At the request of one party, which represents several of the parties in the originally proposed spacing unit, in order to accommodate the requests of these parties, we would like to change the acreage which would be included in this spacing unit. As well, we have discovered that this well will be drilled on statewide rules which provide for 40 acre spacing. Therefore, the new spacing unit for this well will be the SE/4NE/4 of Section 29, T15S, R36E, Lea County, New Mexico.

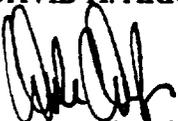
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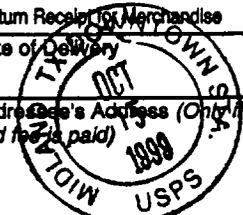
Please consider this change in spacing unit in your evaluation of the September 8, 1999 proposal letter.

Should there be any questions or comments regarding this matter, please advise.

Yours very truly,

DAVID H. ARRINGTON OIL & GAS, INC.


Dale Douglas, CPL

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.	OCT 18 1999	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: J. M. Mineral + Land Co. C/O Jon M. Morgan P.O. Box 1015 Midland, TX 79702	4a. Article Number 7 470 962 348	4b. Service Type <input type="checkbox"/> Registered <input type="checkbox"/> Express Mail <input checked="" type="checkbox"/> Return Receipt for Merchandise	<input checked="" type="checkbox"/> Certified <input type="checkbox"/> Insured <input type="checkbox"/> COD
	5. Received By: (Print Name) Stephanee Collins	6. Signature: (Addressee or Agent) X	7. Date of Delivery OCT 18 1999	8. Addressee's Address (Only if requested and fee is paid)
				

October 11, 1999

CERTIFIED MAIL: Z 470 962 347

Kenneth G. Cone
PO Box 11310
Midland, TX 79702

Re: Prince Nymph #1 Well
Surface Location 2446' FSL and 1006' FEL, Section 29-T15S, R36E
Lea County, New Mexico

Gentlemen:

Reference is herein made to that certain letter dated September 8, 1999 from David H. Arrington Oil & Gas, Inc. proposing the re-entry of the captioned wellbore.

At the request of one party, which represents several of the parties in the originally proposed spacing unit, in order to accommodate the requests of these parties, we would like to change the acreage which would be included in this spacing unit. As well, we have discovered that this well will be drilled on statewide rules which provide for 40 acre spacing. Therefore, the new spacing unit for this well will be the SE/4NE/4 of Section 29, T15S, R36E, Lea County, New Mexico.

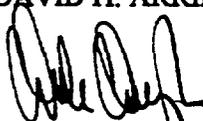
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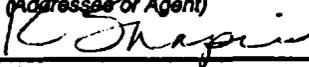
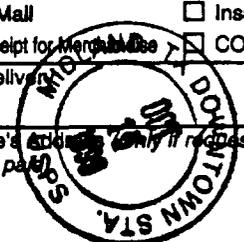
Please consider this change in spacing unit in your evaluation of the September 8, 1999 proposal letter.

Should there be any questions or comments regarding this matter, please advise.

Yours very truly,

DAVID H. ARRINGTON OIL & GAS, INC.


Dale Douglas, CPL

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.	OCT 18 1999	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: Kenneth G. Cone P.O. Box 11310 Midland, TX 79702	4a. Article Number Z 470 962 347	4b. Service Type <input type="checkbox"/> Registered <input type="checkbox"/> Express Mail <input checked="" type="checkbox"/> Return Receipt for Merchandise	<input checked="" type="checkbox"/> Certified <input type="checkbox"/> Insured <input checked="" type="checkbox"/> COD
	5. Received By: (Print Name)	7. Date of Delivery	8. Addressee's Address (only if requested and fee is paid)	
	6. Signature: (Addressee or Agent) X 			
	PS Form 3811, December 1994			
	102595-98-B-0229 Domestic Return Receipt			

Thank you for using Return Receipt Service.

October 11, 1999

CERTIFIED MAIL: Z 470 962 346

Magnolia Royalty Company, Inc.
C/O John R. Norwood
PO Box 10703
Midland, TX 79702

Re: Prince Nymph #1 Well
Surface Location 2446' FSL and 1006' FEL, Section 29-T15S, R36E
Lea County, New Mexico

Gentlemen:

Reference is herein made to that certain letter dated September 8, 1999 from David H. Arrington Oil & Gas, Inc. proposing the re-entry of the captioned wellbore.

At the request of one party, which represents several of the parties in the originally proposed spacing unit, in order to accommodate the requests of these parties, we would like to change the acreage which would be included in this spacing unit. As well, we have discovered that this well will be drilled on statewide rules which provide for 40 acre spacing. Therefore, the new spacing unit for this well will be the SE/4NE/4 of Section 29, T15S, R36E, Lea County, New Mexico.

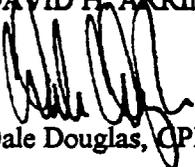
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Should there be any questions or comments regarding this matter, please advise.

Yours very truly,

DAVID H. ARRINGTON OIL & GAS, INC.


Dale Douglas, CPL

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.		OCT 18 1999		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: Magnolia Royalty Company, Inc. C/O John R. Norwood P.O. Box 10703 Midland, Texas 79702		4a. Article Number Z 470 962 346		4b. Service Type <input type="checkbox"/> Registered <input checked="" type="checkbox"/> Certified <input type="checkbox"/> Express Mail <input type="checkbox"/> Insured <input checked="" type="checkbox"/> Return Receipt for Merchandise <input type="checkbox"/> COD	
5. Received By: (Print Name) <i>Stephane Collier</i>		6. Signature (Addressee or Agent) X		7. Date of Delivery OCT 15 1999 TX DALLAS STA. MIDLAND TX 79701 USPS	
8. Addressee's Address (Only if requested and fee is paid)		Thank you for using Return Receipt Service.			

PS Form 3811, December 1994 102595-98-B-0229 Domestic Return Receipt

October 11, 1999

CERTIFIED MAIL: 2 470 962 344

Tom R. Cone
PO Box 778
Jay, Oklahoma 74363

Re: Prince Nymph #1 Well
Surface Location 2446' FSL and 1006' FEL, Section 29-T15S, R36E
Lea County, New Mexico

Gentlemen:

Reference is herein made to that certain letter dated September 8, 1999 from David H. Arrington Oil & Gas, Inc. proposing the re-entry of the captioned wellbore.

At the request of one party, which represents several of the parties in the originally proposed spacing unit, in order to accommodate the requests of these parties, we would like to change the acreage which would be included in this spacing unit. As well, we have discovered that this well will be drilled on statewide rules which provide for 40 acre spacing. Therefore, the new spacing unit for this well will be the SE/4NE/4 of Section 29, T15S, R36E, Lea County, New Mexico.

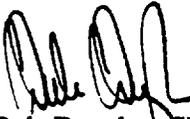
In changing this spacing unit, the bottom hole location for this re-entry, will be at an unorthodox location.

Please consider this change in spacing unit in your evaluation of the September 8, 1999 proposal letter.

Should there be any questions or comments regarding this matter, please advise.

Yours very truly,

DAVID H. ARRINGTON OIL & GAS, INC.


Dale Douglas, CPL

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.		OCT 21 1999	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: Tom R. Cone P.O. Box 778 Jay, Oklahoma 74363		4a. Article Number <u>2 470 962 344</u>	7. Date of Delivery <u>JAN 21 1999</u>
5. Received By: (Print Name) 6. Signature: (Addressee or Agent) <u>X Tom Cone</u>		4b. Service Type <input type="checkbox"/> Registered <input checked="" type="checkbox"/> Certified <input type="checkbox"/> Express Mail <input type="checkbox"/> Insured <input checked="" type="checkbox"/> Return Receipt for Merchandise <input type="checkbox"/> COD	
PS Form 3811, December 1994		102595-08-9-0229 Domestic Return Receipt	

Thank you for using Return Receipt Service.

214 West Texas
Suite 400 (Zip 79701)
P.O. Box 2071
Midland, Texas 79702

DAVID H. ARRINGTON OIL & GAS, INC.

Area Code: 915
Phone: 682-6685
Fax: 682-4139

October 11, 1999

CERTIFIED MAIL: Z 470 962 343

E. L. Brahaney
223 W. Wall
Midland, Texas 79701

Re: Prince Nymph #1 Well
Surface Location 2446' FSL and 1006' FEL, Section 29-T15S, R36E
Lea County, New Mexico

Gentlemen:

Reference is herein made to that certain letter dated September 8, 1999 from David H. Arrington Oil & Gas, Inc. proposing the re-entry of the captioned wellbore.

Please be advised that David H. Arrington Oil & Gas, Inc. hereby withdraws the proposals as outlined in said letter to you.

Should there be any questions or comments, please advise.

Yours very truly,

DAVID H. ARRINGTON OIL & GAS, INC.

Dale Douglas, CPL

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.	OCT 18 1999	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: E. L. Brahaney 223 W. Wall Midland, TX 79701	4a. Article Number Z 470 962 343	4b. Service Type <input type="checkbox"/> Registered <input checked="" type="checkbox"/> Certified <input type="checkbox"/> Express Mail <input type="checkbox"/> Insured <input checked="" type="checkbox"/> Return Receipt for Merchandise <input type="checkbox"/> COD	7. Date of Delivery 10/15/99
	5. Received By: (Print Name)	8. Addressee's Address (Only if requested and fee is paid)		
	6. Signature: (Addressee or Agent) X Kelly Gordon			

PS Form 3811, December 1994 102505-08-B-0229 Domestic Return Receipt

Thank you for using Return Receipt Service.

<p>● SENDER: Complete items 1 and 2 when additional services are desired, and complete items 3 and 4.</p> <p>Put your address in the "RETURN TO" Space on the reverse side. Failure to do this will prevent this card from being returned to you. The return receipt fee will provide you the name of the person delivered to and the date of delivery. For additional fees the following services are available. Consult postmaster for fees and check boxes for additional service(s) requested.</p> <p>1. <input type="checkbox"/> Show to whom delivered, date, and addressee's address. (Extra charge) 2. <input type="checkbox"/> Restricted Delivery (Extra charge)</p>	
<p>3. Article Addressed to:</p> <p>Anson Energy Corp. OCT 29 1999 4005 NW Expressway, Ste. 400E Oklahoma City, OK 73116</p>	<p>4. Article Number</p> <p>P 377 867 788</p> <p>Type of Service:</p> <p><input checked="" type="checkbox"/> Registered <input type="checkbox"/> Insured <input type="checkbox"/> Certified <input type="checkbox"/> COD <input type="checkbox"/> Express Mail <input checked="" type="checkbox"/> Return Receipt for Merchandise</p> <p>Always obtain signature of addressee or agent and <u>DATE DELIVERED</u>.</p>
<p>5. Signature Addressee</p> <p>X <i>R. Zarkin</i></p>	<p>8. Addressee's Address (ONLY if requested and fee paid)</p>
<p>6. Signature Agent</p> <p>X</p>	
<p>7. Date of Delivery</p> <p><i>10/26/99</i></p>	

PS Form 3811, Apr. 1989

*U.S.G.P.O. 1989-238-815

DOMESTIC RETURN RECEIPT

The attached letter dated October 11, 1999 was mailed out under this certified mail P 377 867 788, after being advised of an address change.

214 West Texas
Suite 400 (Zip 79701)
P.O. Box 2071
Midland, Texas 79702

DAVID H. ARRINGTON OIL & GAS, INC.

Area Code: 915
Phone: 682-6685
Fax: 682-4139

October 11, 9999

CERTIFIED MAIL: 2 470 962 354

Anson Energy Corporation
PO Box 24060
Oklahoma City, Oklahoma 73124

Re: Prince Nymph #1 Well
Surface Location 2446' FSL and 1006' FEL, Section 29-T15S, R36E
Lea County, New Mexico

Gentlemen:

Reference is herein made to that certain letter dated September 8, 1999 from David H. Arrington Oil & Gas, Inc. proposing the re-entry of the captioned wellbore.

At the request of one party, which represents several of the parties in the originally proposed spacing unit, in order to accommodate the requests of these parties, we would like to change the acreage which would be included in this spacing unit. As well, we have discovered that this well will be drilled on statewide rules which provide for 40 acre spacing. Therefore, the new spacing unit for this well will be the SE/4NE/4 of Section 29, T15S, R36E, Lea County, New Mexico.

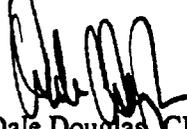
In changing this spacing unit, the bottom hole location for this re-entry, will be at an unorthodox location.

Please consider this change in spacing unit in your evaluation of the September 8, 1999 proposal letter.

Should there be any questions or comments regarding this matter, please advise.

Yours very truly,

DAVID H. ARRINGTON OIL & GAS, INC.


Dale Douglas, CPL

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.	0CT 28 1999	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.
	 ANSON 4005 NW EXPRESSWAY ST STE 400E OKLAHOMA CITY OK 73116-1579	4a. Article Number <u>2 470 962 354</u>	4b. Service Type <input type="checkbox"/> Registered <input checked="" type="checkbox"/> Certified <input type="checkbox"/> Express Mail <input type="checkbox"/> Insured <input checked="" type="checkbox"/> Return Receipt for Merchandise <input type="checkbox"/> COD
is your RETURN	5. Received By: (Print Name)	8. Addressee's Address (Only if requested and fee is paid)	

Thank you for using Return Receipt Service.

Return Receipt