



**EOG Resources, Inc.**  
P.O. Box 2267  
Midland, TX 79702  
(915) 686-3600

July 6, 2000

Phillips Petroleum Company  
4001 Penbrook  
Odessa, Texas 79762

Attention: Randy T. Lewicki

**LOTS 1, 2, SE/4 NW/4, SW/4 NE/4  
AND SE/4 NE/4 SECTION 7  
T-17-S, R-29-E  
ENTERPRISE PROSPECT  
EDDY COUNTY, NEW MEXICO  
N/2 SPACING UNIT**

Gentlemen:

EOG Resources, Inc. notified Phillips by letter dated May 23, 2000 of its proposal to drill the Warp Speed Federal Com. No. 1 Well as a 10,800' Lower Morrow test at a legal location of 1980' FNL and 800' FWL of Section 7, T-17-S, R-29-E, Eddy County, New Mexico. Prior to this well proposal, Frank Nix had offered a trade proposal to Phillips concerning this acreage. In conjunction with some meetings and conversations with Phillips' Mr. Noah and Ms. Tompkins, EOG had advised that EOG wanted to drill a Morrow test and had stepped into Mr. Nix's position. Again, according to our records, Phillips owns a 100% W.I. in the referenced lands which would give Phillips a 58.949096% W.I. in a N/2 spacing unit.

As recently discussed, Phillips may end up turning this area to a third party; however, nothing has been finalized. In the interim, Phillips advised EOG it was not going to oppose a force pooling effort. I have left several messages trying to ascertain Phillips' election; however, we have had no response.

EOG's hearing is next week and unless a written agreement can be arrived at, EOG plans to go forward. Should you have any change in your position, please call me at (915) 686-3758.

Sincerely,

EOG RESOURCES, INC.

Patrick J. Tower  
Project Landman

BEFORE THE OIL CONSERVATION DIVISION  
Santa Fe, New Mexico  
Case No. 12454 Exhibit No. 4  
Submitted by:  
EOG Resources, Inc.  
Hearing Date: July 13, 2000

EOG MIDLAND DIVISON

COMMAND #182

	DATE	TIME
001	6/13	06:59

TO/FROM  
915 368 1633

MODE  
EC--S

MIN/SEC PGS  
01"52 003

STATUS  
OK



**P.O. Box 2267**

**4000 N. Big Spring Street, Suite 500  
Midland, Texas 79705  
(915) 686-3600**

# FAX COVER SHEET

DATE: 6-13

NO. PAGES 2 + cover

TO: Randy Lewicki

COMPANY Phillips

TELE NO.: \_\_\_\_\_

FAX NO.: \_\_\_\_\_

FROM: Patricia Lower

TELE NO.: \_\_\_\_\_

FAX NO.: \_\_\_\_\_

IF PAGES ARE NOT RECEIVED OR IF THERE ARE ANY TRANSMISSION PROBLEMS,  
PLEASE CALL NUMBER LISTED ABOVE.

URGENT

CONFIDENTIAL

REPLY REQUESTED

MESSAGE:

off + cover thr



*Handwritten: EOG*  
**EOG Resources, Inc.**  
P.O. Box 2267  
Midland, TX 79702  
(915) 686-3600

May 23, 2000

**CERTIFIED MAIL-RETURN RECEIPT**

Phillips Petroleum Company  
4001 Penbrook  
Odessa, Texas 79762  
Attention: Randy T. Lewicki

**LOTS 1, 2, SE/4 NW/4, SW/4 NE/4  
AND SE/4 NE/4 SECTION 7  
T-17-S, R-29-E  
ENTERPRISE PROSPECT  
EDDY COUNTY, NEW MEXICO  
N/2 SPACING UNIT**

Gentlemen:

EOG Resources, Inc. proposes the drilling of the Warp Speed Federal Com. No. 1 Well as a 10,800' Lower Morrow test at a legal location of 1980' FNL and 800' FWL of Section 7, T-17-S, R-29-E, Eddy County, New Mexico. According to our records, Phillips owns a 100% W.I. in the referenced lands. This would give Phillips a 58.949096% W.I. in a N/2 spacing unit.

In this regard please find two (2) AFE's for this test. Should you elect to participate, please execute and return one (1) AFE. An Operating Agreement will be forwarded upon such election.

Should you elect not to participate, EOG is willing to consider a mutually agreeable farmout. Please call and we will be glad to discuss terms.

Should you have any questions, please feel free to call me at (915) 686-3758.

Sincerely,

EOG RESOURCES, INC.

  
Patrick J. Tower  
Project Landman

Enclosures

Cc: Phillips Petroleum  
Attn: Patrick Noah and Dianne Tompkins

COMMAND #125

TO/FROM  
915 368 1633

MODE  
EC--S

MIN/SEC PGS  
02"47 004

STATUS  
OK



**P.O. Box 2267  
4000 N. Big Spring Street, Suite 500  
Midland, Texas 79705  
(915) 686-3600**

NO. PAGES 3 + cover

COMPANY Phillips  
 TELE. NO. \_\_\_\_\_

TELE NO.:  
FAX NO.: (915) 368-1633

TELE NO.: (915) 686-3758  
FAX NO.:

IF PAGES ARE NOT RECEIVED OR IF THERE ARE ANY TRANSMISSION PROBLEMS,  
PLEASE CALL NUMBER LISTED ABOVE.

**URGENT**

CONFIDENTIAL

REPLY REQUESTED

MESSAGE:

# SENDER: COMPLETE THIS SECTION

- Complete items 1, 2, and 3. Also complete item 4 if Restricted Delivery is desired.
- Print your name and address on the reverse so that we can return the card to you.
- Attach this card to the back of the mailpiece, or on the front if space permits.

1. Article Addressed to:  
 Phillips Petroleum Company  
 4001 Penbrook  
 Odessa, Texas 79762  
 Attn: Randy Lewicki

2. Article Number (Copy from service label):  
 Z 558 112 877

PS Form 3811, July 1999

# COMPLETE THIS SECTION ON DELIVERY

A. Received by (Please Print Clearly): \_\_\_\_\_ Date of Delivery: \_\_\_\_\_

C. Signature: Anna Miller ☐ Agent ☐ Addressee

D. Is delivery address different from item 1? ☒ Yes ☐ No  
 If YES, enter delivery address below: \_\_\_\_\_

3. Service Type:  
☒ Certified Mail ☐ Express Mail  
☐ Registered ☐ Return Receipt for Merchandise  
☐ Insured Mail ☐ C.O.D.

4. Restricted Delivery? (Extra Fee) ☐ Yes ☐ No

Z 558 112 877

U.S. Postal Service

## Receipt for Certified Mail

No Insurance Coverage Provided  
 Do not use for International Mail (See reverse)  
 Sent to:

Phillips Petroleum Co.  
 Attn: Randy Lewicki  
 4001 Penbrook  
 Odessa, Texas 79762

Postage: \$  
 Certified Fee:  
 Special Delivery Fee:  
 Restricted Delivery Fee:

Return Receipt Showing It:  
 Actual Date Delivered:  
 Return Receipt Showing It:  
 Actual Date Delivered:

TOTAL Postage and Fees: \$

Item Description:  
 Warp Speed Fed #1

3800

**FAX****Date** 07/11/00**Number of pages including cover sheet** 2**TO:** EOG  
**Attn:** Pat Tower**Phone** 915-686-3758  
**Fax Phone** 915-686-3686**FROM:** Frank Nix  
3203 Reo Dr.  
Midland, Texas 79705**Phone** (915) 699-7354 or 699-4103  
**Fax Phone** (915) 699-7354**CC:****REMARKS:** ☐ Urgent ☐ For your review ☐ Reply ASAP ☐ Please Comment

Dear Mr. Tower,

Here is a copy of my letter to Phillips. As we discussed, I had a subsequent conversation with Mr. Lewicki who informed me that he had taken this area over from Ms. Thornton. Shortly after that conversation with Mr. Lewicki, I was informed EOG had developing plans with Phillips and that EOG would take over negotiations, so I dropped out.

Should you need anything further don't hesitate to call.



Frank G. Nix

**Frank G. Nix, CPL  
Independent Landman**

PO Box 80324 ~ Midland, Texas 79708  
Phone 915-699-7354 ~ Fax 915-699-7354

January 21, 2000

Phillips Petroleum Company  
Attn: Danna C. Thornton  
4001 Penbrook Ave.  
Odessa, TX 79762

Re: Term Assignment of Oil and Gas Lease  
Section 7: Lots 1 & 2, SE/4 NW/4 and S/2 NE/4  
T17S, R29E  
Eddy County, New Mexico

Dear Ms. Thornton,


After checking the records, it appears Phillips owns a 172.32 net acre leasehold interest in the above captioned lands. It also appears Phillips is no longer active in this area.

I am interested in acquiring a term assignment of Phillip's interest.

I can make Phillip's the following offer: \$150.00 per net acre being \$25,848.00, for a 3 year term and delivering a 77.5% net revenue interest.

Please let me know of your interest in this proposal at your earliest convenience. Thanks for your time and consideration in this matter. Should you have any questions, feel free to call me at 915-699-7354 or 915-352-4896

Very truly yours,



Frank G. Nix