

LAURA STATE "13" COM #1

COMMUNICATION SUMMARY REGARDING EAST HALF SECTION 13, T-21-S, R-34-E, LEA COUNTY, NEW MEXICO

<u>DATE</u>	<u>TYPE</u>	<u>FROM</u>	<u>TO</u>	<u>DESCRIPTION</u>
10/20/00	letter	Matador – Virant	Wilson Oil – Wilson Lucille Ellis Glen J. Ellis, Jr. Ellis Petroleum Corp. RJR Resources DelMar Holdings – Preston Arcadia Exploration Southwestern Energy – Thompson Chevron USA – Vaden Texaco – Mullins Devon – Gray Nearburg – Roush Southwest Royalties – Tate	Transmittal of well proposal, AFE and JOA
10/23/00	phone	Devon – Gray	Matador – Virant	Discussion of calculation of Devon WI.
10/23/00	phone	SW Royalties – Tate	Matador – Virant	Discussion of calculation of SW Royalties WI
10/25/00	phone	Southwestern – Thompson	Matador – Virant	Advised of receipt of proposal and indicated their interest
10/26/00	letter	SW Royalties – Tate	Matador – Virant	Advised that their interest is larger.
10/26/00	letter	Texaco – Mullins	Matador – Virant	Advised their interest has been sold.
10/27/00	phone	Wilson Oil – Wilson	Matador – Virant	Advised their interest was for sale.
10/30/00	phone	Nearburg – Roush	Matador – Virant	Advised of recently acquired interest.
10/30/00	phone	DelMar – Preston	Matador – Virant	Discussion of conflict over interest.
10/30/00	phone	RJR – Echols	Matador – Virant	Advised they had sold interest to Nearburg.

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11/2/00	meeting	Matador – Virant, Burke	Nearburg – Roush	Discussion of timing of spud.
11/6/00	letter	Devon – Gray	Matador – Virant	Advised that AMI with Nearburg had terminated and interest credited to Nearburg was owned solely by Devon.
11/6/00	phone	Chevron – Vaden	Matador – Virant	Indicated Chevron will participate.
12/4/00	letter	Nearburg – Roush	Matador – Virant	Proposal for a deferred election.
12/7/00	phone	Chevron – Vaden	Matador – Virant	Indicated Chevron has been advised not to dispose of any assets because of the pending merger with Texaco. Mr. Vaden also indicated it will be necessary to initiate pooling procedures in order to force a decision.
12/16/00	phone	Matador – Virant	Chevron – Vaden	Discussion of contents of previous meeting.
1/3/00	phone	Southwest - Tate	Matador – Virant	Discussion of title issues.
1/5/00	letter	Matador – Virant	Devon – Gray	Proposal of deferred election.
1/9/00	phone	Matador – Virant	Southwestern – Thompson	Discussion of agreement to participate or grant term assignment.
1/9/00	phone	Matador – Virant	Chevron – Vaden	Advised Chevron's position had not changed.
1/9/00	phone	Matador – Virant	Devon – Gray	Left message requesting status update.
1/9/00	phone	Matador – Virant	DelMar – Preston	Left message requesting status update.