

Spacing Unit Ownership (Operating Rights)  
Lake Shore Federal #1 Well  
Eddy County, New Mexico

Tract 1: NW/4 of Section 20, T19S, R27E  
(1) J. M. Huber Corporation (Mewbourne Oil Company)

Tract 2: N/2NE/4 and SW/4NE/4 of Section 20, T19S, R27E  
(1) Chevron U.S.A. Inc.

Tract 3: SE/4NE/4 of Section 20, T19S, R27E  
(1) Mewbourne Oil Company

Percentage Ownership (Operating Rights)  
N/2 of Section 20, T19S, R27E  
Eddy County, New Mexico

| <u>Owner</u>          | <u>% Ownership</u> |
|-----------------------|--------------------|
| Mewbourne Oil Company | 62.5               |
| Chevron U.S.A Inc.    | 37.5 (Uncommitted) |
|                       | <u>100.0</u>       |

|                           |
|---------------------------|
| BEFORE EXAMINER SIGNER    |
| OIL CONSERVATION DIVISION |
| EXHIBIT NO. 2             |
| CASE NO. _____            |



**Chevron U.S.A. Inc.**

P.O. Box 1150, Midland, TX 79702 • Phone (915) 687-7129  
15 Smith Road, Midland, TX 79705 • Fax (915) 687-7666

James E. Baca  
Land Representative  
Permian Basin Land Division

June 4, 1991

**Farmout Request**  
N $\frac{1}{2}$ NE $\frac{1}{4}$ , SW $\frac{1}{4}$ NE $\frac{1}{4}$  Section 20,  
T-19-S, R-27-E, N.M.P.M.,  
Eddy County, New Mexico

Mewbourne Oil Company  
500 W. Texas, Suite 1020  
Midland, Texas 79701

Attention: Mr. Paul Haden

Gentlemen:

Please refer to my May 9, 1991 farmout offer proposal covering the subject acreage. This letter will acknowledge your recent acceptance of our following counterproposal to your May 31, 1991 letter: "Interest Retained by Chevron In Initial Test Well Proration Unit: An exclusive 7.5% of 8/8ths overriding royalty interest with the option upon payout of such well to convert said overriding royalty interest to an undivided 30% working interest. Said overriding royalty interest and working interest shall be subject to proportionate reduction." All other terms and conditions of my May 9, 1991 letter shall remain unchanged.

Yours very truly,

James E. Baca  
Land Representative

JEB/svm  
WLD10604.08L

|                           |
|---------------------------|
| BEFORE EXAMINER STOGNER   |
| OIL CONSERVATION DIVISION |
| EXHIBIT NO. <u>3</u>      |
| CASE NO. _____            |

# MEWBOURNE OIL COMPANY

500 W. TEXAS, SUITE 1020

MIDLAND, TEXAS 79701

915 / 682-3715

May 31, 1991

## CERTIFIED MAIL

Chevron U.S.A.  
P. O. Box 1150  
Midland, Texas 79702

Attention: Mr. James E. Baca

RE: Farmout Request  
N/2NE/4 and SW/4NE/4  
of Section 20, T19S, R27E  
Eddy County, New Mexico

Gentlemen:

Reference is made to Mewbourne's letter of March 28, 1991 and Chevron's letter of May 9, 1991 regarding Mewbourne's farmout request of Chevron's operating rights under the captioned land. One of the terms outlined in your letter was a reservation by Chevron of a 7.5% of 8/8ths ORI increasing to 12.5% of 8/8ths ORI upon payout of the initial test well with the option at payout to convert the retained ORI to a 30% WI, all proportionately reduced.

Please be advised, we have obtained a farmout of J. M. Huber's operating rights in the NW/4 of the captioned Section 20 for the consideration of Huber retaining a 5% of 8/8ths ORI interest until payout with the option to convert their retained ORI to a 1/3 WI at payout, subject to proportionate reduction.

According to our Drilling Title Opinion dated June 26, 1990 covering the N/2 of the subject Section 20, Huber's and Chevron's leases are each burdened by a 5% of 8/8ths ORI in addition to the 1/8 base royalty. By allowing Chevron to retain a 7.5% ORI increasing to a 12.5% ORI after payout, with the option to convert said ORI to a 30% WI, we would be jeopardizing our relationship with J. M. Huber Corporation.

In light of the foregoing, Mewbourne respectfully requests that Chevron amend its farmout terms to Chevron retaining a 5% of 8/8ths ORI until payout of the initial well with the option to convert their ORI to a 1/3 WI, subject to proportionate reduction. Alternatively, Mewbourne would be agreeable to Chevron retaining a 7.5% ORI with the option to convert their ORI at payout to a 25% WI. Further, if the test well is completed as a commercial producer, Mewbourne would earn an assignment of 100% of Chevron's interest in the proration unit dedicated to the productive well with the earned rights limited in depth from the surface to one hundred feet (100') below the base of the deepest producing zone, but, in no event deeper than below the base of the Morrow formation. We feel these terms are fair to all concerned.

If the above amended terms are acceptable to Chevron, please forward Chevron's formal executed farmout agreement for Mewbourne's consideration and execution.

In the event Chevron chooses not to farmout its interest as proposed above, Mewbourne invites Chevron to join Mewbourne in the drilling and completion of Mewbourne's Lake Shore Federal #1 well to be located 990' FNL and 990' FEL of the captioned Section 20 as previously proposed.

Your cooperation in connection with the above is greatly appreciated.

Sincerely,

Mewbourne Oil Company

A handwritten signature in cursive script, appearing to read "D. Paul Haden".

D. Paul Haden  
Landman

DPH/nb



**Chevron U.S.A. Inc.**

P.O. Box 1150, Midland, TX 79702 • Phone (915) 687-7129  
15 Smith Road, Midland, TX 79705 • Fax (915) 687-7666

James E. Baca  
Land Representative  
Permian Basin Land Division

May 9, 1991

Farmout Request  
N $\frac{1}{2}$ NE $\frac{1}{4}$ , SW $\frac{1}{4}$ NE $\frac{1}{4}$  Section 20,  
T-19-S, R-27-E, N.M.P.M.,  
Eddy County, New Mexico

Mewbourne Oil Company  
500 W. Texas, Suite 1020  
Midland, Texas 79701

Attention: Mr. Paul Haden

Gentlemen:

Please refer to your letter of March 28, 1991 regarding the above captioned acreage. Chevron has carefully reviewed your request and is willing to farmout its interest covering a portion of said acreage, subject to final management approval, under the following terms and conditions:

Farmout Premises and Interest Earned: N $\frac{1}{2}$ NE $\frac{1}{4}$ , SW $\frac{1}{4}$ NE $\frac{1}{4}$ , Section 20, T-19-S, R-27-E, N.M.P.M., Eddy County, New Mexico. If the initial test well results as a producer of oil or gas in paying quantities, then you shall earn 100% of Chevron's working interest in the farmout premises (subject to Chevron's retained overriding royalty interests and optional conversion thereof as hereinafter provided) encompassing the spacing proration unit assigned to such well by the New Mexico Oil Conservation Division. Said lands earned shall be limited from the surface to the lesser of: 1) total depth drilled, but in no event below the base of the deepest formation penetrated, or 2) the base of the deepest producing formation, or 3) a depth of 50 feet below the deepest commercially productive perforation, or 4) the base of the Morrow formation, or 5) 10,300 feet beneath the surface. Any Chevron acreage in the N $\frac{1}{2}$  of said Section 20 not included in the initial test well proration unit shall revert to Chevron.

Initial Test Well: On or before 90 days from the date of the farmout agreement, you shall commence the actual drilling of an initial test well at a legal location of your choice within the N $\frac{1}{2}$  of said Section 20. Said well shall be drilled to a depth sufficient, in the opinion of Chevron, to adequately test the Morrow Formation or to a depth of 10,300 feet beneath the surface, whichever is the lesser depth.

Interest Retained by Chevron In Initial Test Well Proration Unit: An exclusive 7.5% of 8/8ths overriding royalty interest increasing to 12.5% of 8/8ths upon payout of the initial test well, with the option upon payout of such well to convert said overriding royalty interest to an undivided 30% working interest. Said overriding royalty interests and working interest shall be subject to proportionate reduction.

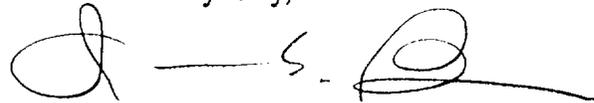
Operating Agreement: If Chevron elects to convert its overriding royalty interest to a working interest as provided above, then in such event such proration unit shall be subject to the terms of an AAPL Model Form 610-1989 Operating Agreement containing Chevron's standard additions and deletions.

Logs: The following logging program shall be required: Resistivity; Neutron/Density; Gamma Ray.

Financial Information: This farmout offer is made subject to receipt by Chevron of a current financial statement and written bank reference. Chevron reserves the right to withdraw said offer at any time, if in the opinion of Chevron, adequate financial responsibility is not shown.

Upon your acceptance, the necessary instruments will be prepared subject to Chevron's standard terms, conditions and agreements. All terms and conditions will be subject to final management approval prior to the execution of instruments covering this trade. This conditional offer is not exclusive and Chevron reserves the right to withdraw it without further notice to you after 30 days from the date hereof, unless we receive a firm commitment from you within said 30-day period.

Yours very truly,

A handwritten signature in black ink, appearing to read 'James E. Baca', with a long horizontal line extending to the right.

James E. Baca  
Land Representative

# MEWBOURNE OIL COMPANY

500 W. TEXAS, SUITE 1020

MIDLAND, TEXAS 79701

915 / 682-3715

March 28, 1991

## CERTIFIED MAIL

Chevron USA Inc.  
P. O. Box 1150  
Midland, Texas 79702

Attention: James Baca

RE: T19S, R27E  
Section 20: N/2NE/4 and  
SW/4NE/4  
Eddy County, New Mexico  
Federal Lease NM 13409

Dear Mr. Baca:

Regarding the captioned land, Mewbourne Oil Company hereby requests a farmout of Chevron's operating rights for a Morrow test well on the following proposed terms:

- (1) Mewbourne Oil Company, as operator, will commence within 90 days from the execution of Chevron's formal farmout agreement a test well at a location of its choice in the N/2 of the captioned Section 20 and drill same to a depth sufficient to test the Morrow formation estimated total depth being 10,300 feet.
- (2) By drilling and completing the test well as a commercial producer, Mewbourne would earn an assignment of 100% of Chevron's operating rights in the proration unit attributable to the well as prescribed by the New Mexico Oil Conservation Division from the surface to 100 feet beneath the bottom perforation in the well.
- (3) Within 120 days of completion of the initial test well, Mewbourne would have the option but not the obligation to commence additional drilling operations under the captioned land with no more than 120 days elapsing between the completion of each development well until all of Chevron's acreage is fully developed. If this option is exercised on a well by well basis, Mewbourne would earn an assignment of 100% of Chevron's operating rights attributable to the proration unit in each well from the surface to 100 feet beneath the bottom perforation.

- (4) Chevron would retain in addition to their operating rights beneath 100 feet below the bottom perforation in each well and Chevron's acreage not included in the proration unit attributable to each well, an overriding royalty interest equal to the difference between 22½% of all oil and gas that might be produced and the total of all royalty interests, overriding royalty interests and other burdens on production which the captioned land may subject, to the extent Mewbourne will be assigned a 77.5% net revenue interest of Chevron's operating rights.
- (5) At payout of each well on a well by well basis, Chevron would have the option to convert their override to a 25% working interest.
- (6) The override retained above and working interest if converted shall be proportionately reduced to the actual interest Chevron owns in the proration unit of the initial and each development well.
- (7) Upon acceptance of the farmout proposal, Chevron agrees to furnish Mewbourne with copies of Chevron's original base lease, title opinions and gas contracts currently effecting the captioned land.

In the event Chevron wishes to join Mewbourne in drilling the proposed initial well, enclosed for Chevron's consideration are two copies of Mewbourne's AFE for its Lake Shore Federal #1 well to be drilled at a location in the NE/4 of the captioned Section 20. If Chevron elects this option, please have one copy of the AFE executed on behalf of Chevron and an operating agreement will be forwarded to Chevron for consideration and execution at a later date.

Your cooperation in connection with the above would be greatly appreciated. Please call should you wish to discuss this request further.

Sincerely,

Mewbourne Oil Company



Paul Haden  
Landman

PH/nb  
enclosure

**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 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.  Show to whom delivered, date, and addressee's address. (Extra charge)      2.  Restricted Delivery (Extra charge)

|  |  |
|--|--|
| 3. Article Addressed to:<br>Chevron USA<br>POB 1150<br>Midland Tx<br><br>Lake Shore Fed #1 | 4. Article Number<br>P.764.696.086<br>Type of Service:<br><input type="checkbox"/> Registered <input type="checkbox"/> Insured<br><input checked="" type="checkbox"/> Certified <input type="checkbox"/> COD<br><input type="checkbox"/> Express Mail <input type="checkbox"/> Return Receipt for Merchandise<br>Always obtain signature of addressee or agent and DATE DELIVERED. |
| 5. Signature - Addressee<br>X  | 8. Addressee's Address (ONLY if requested and fee paid)  |
| 6. Signature - Agent<br>X <i>[Signature]</i>   |  |
| 7. Date of Delivery<br>APR 1 1991  |  |

MEMPHIS OIL COMPANY  
Authorization for Expenditure

Prospect Lakeshore Well Name and No. Lakeshore Federal #1  
 Field \_\_\_\_\_ Location N/2 of Section 20  
 Section \_\_\_\_\_ Block \_\_\_\_\_ Township 20S Range 27E Survey \_\_\_\_\_  
 County Eddy State New Mexico Proposed Depth 10,300'

| 34 days | DESCRIPTION                             | 06/91 | COST TO       | COMPLETION    |
|---------|---|-------|---------------|---------------|
|         |   |       | CASING POINT  | COST          |
|         |   |       | AFE NO.       | AFE NO.       |
|         | <u>INTANGIBLE COST 180</u>              |       |               |               |
| 100     | Permits & Surveys                       |       | \$ 600.00     | \$ 700.00     |
| 101     | Location, Roads & Damages               |       | 25,000.00     | 3,000.00      |
| 102     | Footage or Turnkey Drilling             |       | 206,000.00    | - 0 -         |
| 103     | Day Work                                |       | 30,000.00     | - 0 -         |
| 104     | Fuel, Water & Other                     |       | 20,000.00     | 6,000.00      |
| 105     | Completion/Workover Rig                 |       | - 0 -         | 15,000.00     |
| 106     | Mud & Chemicals                         |       | 25,000.00     | - 0 -         |
| 107     | Cementing                               |       | 20,000.00     | 18,000.00     |
| 108     | Logging & Wireline                      |       | 20,000.00     | 7,000.00      |
| 109     | Casing - Tubing Services & Tools        |       | 3,000.00      | 2,000.00      |
| 110     | Mud Logging                             |       | 4,000.00      | - 0 -         |
| 111     | Testing                                 |       | 6,000.00      | 2,000.00      |
| 112     | Treating                                |       | - 0 -         | 45,000.00     |
| 113     | Coring                                  |       | - 0 -         | - 0 -         |
| 120     | Transportation                          |       | 2,000.00      | 3,000.00      |
| 121     | Welding & Construction Labor            |       | 2,000.00      | 1,000.00      |
| 122     | Contract Supervision                    |       | - 0 -         | - 0 -         |
| 130     | Equipment Rental                        |       | 4,000.00      | 3,000.00      |
| 134     | Well/Lease Legal/Tax                    |       | 2,500.00      | - 0 -         |
| 135     | Well/Lease Insurance                    |       | 20,600.00     | - 0 -         |
| 150     | Intangible Supplies                     |       | 500.00        | 500.00        |
| 160     | Pipeline ROW & Easements                |       | - 0 -         | 5,000.00      |
| 167     | Pipeline Interconnect                   |       | - 0 -         | 15,000.00     |
| 175     | Company Supervision                     |       | 20,000.00     | 8,000.00      |
| 180     | Overhead Fixed Rate                     |       | 7,700.00      | 1,500.00      |
| 199     | Contingencies                           |       | 20,945.00     | 6,785.00      |
|         | Total Intangibles                       |       | \$ 439,845.00 | \$ 142,485.00 |
|         | <u>TANGIBLE COST 181</u>                |       |               |               |
|         | Conductor Casing                        |       | \$            | \$            |
|         | Surface Casing 13 3/8" @ 500'           |       | 11,000.00     | - 0 -         |
|         | Inter. Casing 8 5/8" @ 2800'            |       | 33,600.00     | - 0 -         |
|         | Production Casing 5 1/2" @ 10300'       |       | - 0 -         | 77,200.00     |
|         | Production Casing                       |       |               |               |
|         | Tubing 2 7/8" @ 10300'                  |       |               | 23,600.00     |
| 186     | Drilling Head                           |       | 5,000.00      | - 0 -         |
| 185     | Tubing Head                             |       | - 0 -         | 3,500.00      |
| 170     | Upper Section                           |       | - 0 -         | 3,000.00      |
| 175     | Sucker Rods                             |       |               |               |
| 180     | Packer, Pump & Other Subsurface         |       | - 0 -         | 5,000.00      |
| 185     | Pumping Unit                            |       |               |               |
| 190-1   | Tanks (Steel, Fiberglass)               |       | - 0 -         | 5,000.00      |
| 194-5   | Separation Equipment (Fired, Non-fired) |       | - 0 -         | 10,000.00     |
| 198     | Metering Equipment                      |       | - 0 -         | 7,000.00      |
| 190     | Line Pipe                               |       | - 0 -         | 10,000.00     |
| 195     | Valves                                  |       | - 0 -         | 3,000.00      |
| 196     | Miscellaneous Fittings & Accessories    |       | - 0 -         | 5,000.00      |
| 1910    | Production Equipment Installation       |       | - 0 -         | 10,000.00     |
| 1920    | Pipeline Construction                   |       | - 0 -         | 25,000.00     |

Date Prepared: 12/05/90  
 Prepared By: \_\_\_\_\_  
 Company Approval: [Signature]  
 Date Approved: \_\_\_\_\_  
 Joint Owner Approval: \_\_\_\_\_  
 Joint Owner Interest: \_\_\_\_\_  
 Joint Owner Amount: \_\_\_\_\_

Total Tangibles \$ 49,600.00 \$ 187,300.00  
 Subtotal \$ 489,445.00 \$ 329,785.00

TOTAL WELL COST BEFORE EXAMINER'S STAMP \$ 819,230.00

|                           |
|---------------------------|
| OIL CONSERVATION DIVISION |
| EXHIBIT NO. <u>4</u>      |
| CASE NO. _____            |

OFFSET OWNERSHIP

EDDY COUNTY, NEW MEXICO:

Tract 1: E/2 of Section 18, T19S, R27E

- (1) Robert N. Enfield (Operator)  
P. O. Box 2431  
Santa Fe, New Mexico 87504-2431

Tract 2: N/2 of Section 17, T19S, R27E

- (1) Yates Petroleum Corporation (Operator)  
105 South 4th Street  
Artesia, New Mexico 88210

Tract 3: SW/4 of Section 17, T19S, R27E

- (1) Meridian Oil Inc.  
21 Desta Drive  
Midland, Texas 79705

Tract 4: SE/4 of Section 17, T19S, R27E

- (1) Chevron U.S.A. Inc.  
P. O. Box 1150  
Midland, Texas 79702

Tract 5: W/2 of Section 16, T19S, R27E

- (1) Yates Petroleum Corporation (Operator)

Tract 6: NW/4SE/4 of Section 16, T19S, R27E

- (1) Arco Oil & Gas Company (50%)  
P. O. Box 1610  
Midland, Texas 79701
- (2) Marathon Oil Company (25%)  
P. O. Box 552  
Midland, Texas 79702
- (3) Yates Petroleum Corporation (25%)

Tract 7: NE/4SE/4 and S/2SE/4 of Section 16, T19S, R27E

- (1) Pogo Producing Company (50%)  
P. O. Box 10340  
Midland, Texas 79705
- (2) Yates Petroleum Corporation (50%)

Tract 8: N/2NE/4 of Section 21, T19S, R27E

- (1) Fair Oil Ltd. (50%)  
P. O. Box 689  
Tyler, Texas 75711
- (2) Yates Petroleum Corporation (50%)

Tract 9: SE/4NE/4 of Section 21, T19S, R27E

- (1) Yates Petroleum Corporation

Tract 10: SW/4NE/4 of Section 21, T19S, R27E

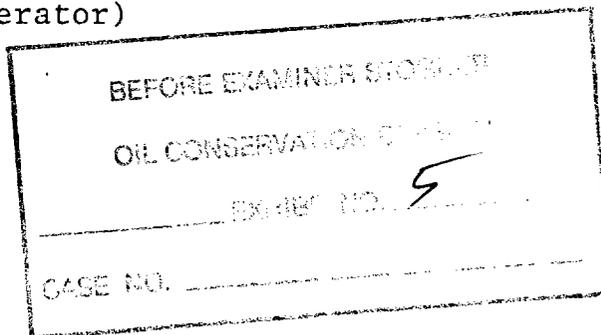
- (1) David M. Reavis  
5646 Milton  
Dallas, Texas 75206

Tract 11: S/2 of Section 21, T19S, R27E

- (1) Southland Royalty Company (Operator)  
21 Desta Drive  
Midland, Texas 79705

Tract 12: SE/4NW/4 of Section 21, T19S, R27E

- (1) Fair Oil Ltd. (50%)  
(2) Yates Petroleum Corporation (50%)



Tract 13: SW/4NW/4 of Section 21, T19S, R27E

(1) J. M. Huber Corporation  
1900 West Loop South  
Houston, Texas 77027

Tract 14: N/2NW/4 of Section 21, T19S, R27E

(1) Yates Petroleum Corporation

Tract 15: SW/4SW/4 and SE/4SE/4 of Section 20, T19S, R27E

(1) Mewbourne Oil Company

Tract 16: N/2SE/4 and SW/4SE/4 of Section 20, T19S, R27E

(1) Meridian Oil Inc.

Tract 17: N/2SW/4 and SE/4SW/4 of Section 20, T19S, R27E

(1) J. M. Huber Corporation

Tract 18: N/2NE/4 of Section 19, T19S, R27E

(1) Yates Petroleum Corporation

Tract 19: SW/4NE/4, NW/4SE/4 and S/2SE/4 of Section 19, T19S, R27E

(1) Collins & Ware, Inc.  
P. O. Box 27  
Midland, Texas 79702

Tract 20: SE/4NE/4 and NE/4SE/4 of Section 19, T19S, R27E

(1) J. M. Huber Corporation

# MEWBOURNE OIL COMPANY

500 W. TEXAS, SUITE 1020

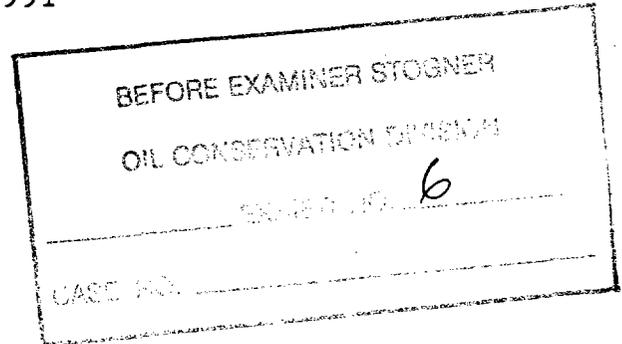
MIDLAND, TEXAS 79701

915 / 682-3715

May 14, 1991

CERTIFIED MAIL  
RETURN RECEIPT REQUESTED

Collins & Ware, Inc.  
P. O. Box 27  
Midland, Texas 79702



RE: Application for Unorthodox  
Location Drilling Permit  
East Lake Morrow (Gas) Pool  
Lake Shore Federal #1 Well  
N/2 of Section 20, T19S, R27E  
Eddy County, New Mexico

Gentlemen:

Mewbourne Oil Company, as operator, proposes to drill the captioned well at a point located 990 feet from the North line and 990 feet from the East line of the above described Section 20 to test all formations from the surface through the Morrow formation. The proposed test well will be drilled approximately 10,300 feet beneath the surface to the East Lake Morrow (Gas) Pool with the N/2 of the captioned Section 20 being dedicated to the well.

Mewbourne Oil Company is seeking an exception to the well location requirements of Division Rule 104 C.II.(a) and has applied with the Division for approval of an unorthodox gas well location as described above for all formations spaced on 320 acres.

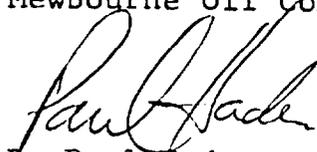
Mewbourne wishes to drill its well at the proposed location as we feel it is necessary if we are to recover oil and gas reserves underlying our lease. We are also convinced that the distance from the proposed well location to other producers in the area is sufficient to insure no harmful effect on other producers.

If you have no objection to the Division granting Mewbourne approval to drilling its well at the proposed unorthodox gas well location, please sign and date the attached Waivers of Objection and return them to me for further handling in the enclosed self-addressed envelope.

Should you have any questions regarding Mewbourne's intentions as described above or wish to discuss this matter further, please call. Your prompt and favorable response will be greatly appreciated.

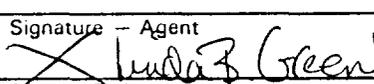
Sincerely,

Mewbourne Oil Company



D. Paul Haden  
Landman

DPH/nb  
enclosure

|  |   |
|--|---|
| <p><b>SENDER:</b> Complete items 1 and 2 when additional services are desired, and complete items 3 and 4.<br/>Put your address in the "RETURN TO" Space on the reverse side. Failure to do this will prevent this 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:<br/>Collins &amp; Ware Inc.<br/>P. O. Box 27<br/>Midland, Texas 79702</p> <p>Lake Shore Federal #1</p>   | <p>4. Article Number<br/>P-684-785-990</p> <p>Type of Service:<br/> <input type="checkbox"/> Registered      <input type="checkbox"/> Insured<br/> <input checked="" type="checkbox"/> Certified      <input type="checkbox"/> COD<br/> <input type="checkbox"/> Express Mail      <input type="checkbox"/> Return Receipt for Merchandise</p> <p>Always obtain signature of addressee or agent and DATE DELIVERED.</p> |
| <p>5. Signature - Addressee<br/>X</p>  | <p>8. Addressee's Address (ONLY if requested and fee paid)</p>  |
| <p>6. Signature - Agent<br/>X </p>  |   |
| <p>7. Date of Delivery<br/>5-15-91</p>   |   |

# MEWBOURNE OIL COMPANY

500 W. TEXAS, SUITE 1020

MIDLAND, TEXAS 79701

915 / 682-3715

May 14, 1991

CERTIFIED MAIL  
RETURN RECEIPT REQUESTED

J. M. Huber Corporation  
1900 West Loop South  
Houston, Texas 77027

RE: Application for Unorthodox  
Location Drilling Permit  
East Lake Morrow (Gas) Pool  
Lake Shore Federal #1 Well  
N/2 of Section 20, T19S, R27E  
Eddy County, New Mexico

Gentlemen:

Mewbourne Oil Company, as operator, proposes to drill the captioned well at a point located 990 feet from the North line and 990 feet from the East line of the above described Section 20 to test all formations from the surface through the Morrow formation. The proposed test well will be drilled approximately 10,300 feet beneath the surface to the East Lake Morrow (Gas) Pool with the N/2 of the captioned Section 20 being dedicated to the well.

Mewbourne Oil Company is seeking an exception to the well location requirements of Division Rule 104 C.II.(a) and has applied with the Division for approval of an unorthodox gas well location as described above for all formations spaced on 320 acres.

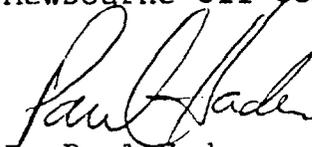
Mewbourne wishes to drill its well at the proposed location as we feel it is necessary if we are to recover oil and gas reserves underlying our lease. We are also convinced that the distance from the proposed well location to other producers in the area is sufficient to insure no harmful effect on other producers.

If you have no objection to the Division granting Mewbourne approval to drilling its well at the proposed unorthodox gas well location, please sign and date the attached Waivers of Objection and return them to me for further handling in the enclosed self-addressed envelope.

Should you have any questions regarding Mewbourne's intentions as described above or wish to discuss this matter further, please call. Your prompt and favorable response will be greatly appreciated.

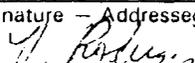
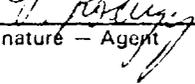
Sincerely,

Mewbourne Oil Company



D. Paul Haden  
Landman

DPH/nb  
enclosure

|   |  |
|---|--|
| <p><b>SENDER:</b> Complete items 1 and 2 when additional services are desired, and complete items 3 and 4.<br/>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:<br/>J. M. Huber Corporation<br/>1900 West Loop South<br/>Houston, Texas 77027</p>   | <p>4. Article Number<br/>P-124-755-831</p>                     |
| <p>Type of Service:</p> <p><input type="checkbox"/> Registered      <input type="checkbox"/> Insured<br/> <input checked="" type="checkbox"/> Certified      <input type="checkbox"/> COD<br/> <input type="checkbox"/> Express Mail      <input 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<br/>X </p>   | <p>8. Addressee's Address (ONLY if requested and fee paid)</p> |
| <p>6. Signature - Agent<br/>X </p>   |  |
| <p>7. Date of Delivery<br/>5-16-91</p>  |  |

# MEWBOURNE OIL COMPANY

500 W. TEXAS, SUITE 1020

MIDLAND, TEXAS 79701

915 / 682-3715

May 14, 1991

CERTIFIED MAIL  
RETURN RECEIPT REQUESTED

Southland Royalty Company  
21 Desta Drive  
Midland, Texas 79705

RE: Application for Unorthodox  
Location Drilling Permit  
East Lake Morrow (Gas) Pool  
Lake Shore Federal #1 Well  
N/2 of Section 20, T19S, R27E  
Eddy County, New Mexico

Gentlemen:

Mewbourne Oil Company, as operator, proposes to drill the captioned well at a point located 990 feet from the North line and 990 feet from the East line of the above described Section 20 to test all formations from the surface through the Morrow formation. The proposed test well will be drilled approximately 10,300 feet beneath the surface to the East Lake Morrow (Gas) Pool with the N/2 of the captioned Section 20 being dedicated to the well.

Mewbourne Oil Company is seeking an exception to the well location requirements of Division Rule 104 C.II.(a) and has applied with the Division for approval of an unorthodox gas well location as described above for all formations spaced on 320 acres.

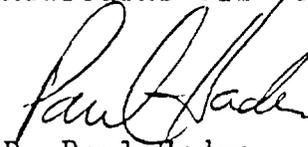
Mewbourne wishes to drill its well at the proposed location as we feel it is necessary if we are to recover oil and gas reserves underlying our lease. We are also convinced that the distance from the proposed well location to other producers in the area is sufficient to insure no harmful effect on other producers.

If you have no objection to the Division granting Mewbourne approval to drilling its well at the proposed unorthodox gas well location, please sign and date the attached Waivers of Objection and return them to me for further handling in the enclosed self-addressed envelope.

Should you have any questions regarding Mewbourne's intentions as described above or wish to discuss this matter further, please call. Your prompt and favorable response will be greatly appreciated.

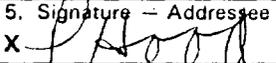
Sincerely,

Mewbourne Oil Company



D. Paul Haden  
Landman

DPH/nb  
enclosure

|  |   |
|--|---|
| <p>● <b>SENDER:</b> Complete items 1 and 2 when additional services are desired, and complete items 3 and 4.<br/>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.      2. <input type="checkbox"/> Restricted Delivery (Extra charge)</p> |   |
| <p>3. Article Addressed to:<br/>Southland Royalty Co.<br/>21 Desta Drive<br/>Midland, Texas 79705</p> <p>Lake Shore Federal #1</p>   | <p>4. Article Number<br/>P-124-755-833</p> <p>Type of Service:<br/> <input type="checkbox"/> Registered      <input type="checkbox"/> Insured<br/> <input checked="" type="checkbox"/> Certified      <input type="checkbox"/> COD<br/> <input type="checkbox"/> Express Mail      <input type="checkbox"/> Return Receipt for Merchandise</p> <p>Always obtain signature of addressee or agent and DATE DELIVERED.</p> |
| <p>5. Signature - Addressee<br/>X </p>  | <p>8. Addressee's Address (ONLY if requested and fee paid)</p>  |
| <p>6. Signature - Agent<br/>X</p>  |   |
| <p>7. Date of Delivery<br/>5-15-91</p>   |   |

# MEWBOURNE OIL COMPANY

500 W. TEXAS, SUITE 1020

MIDLAND, TEXAS 79701

915 / 682-3715

May 14, 1991

CERTIFIED MAIL  
RETURN RECEIPT REQUESTED

David M. Reavis  
5646 Milton  
Dallas, Texas 75206

RE: Application for Unorthodox  
Location Drilling Permit  
East Lake Morrow (Gas) Pool  
Lake Shore Federal #1 Well  
N/2 of Section 20, T19S, R27E  
Eddy County, New Mexico

Gentlemen:

Mewbourne Oil Company, as operator, proposes to drill the captioned well at a point located 990 feet from the North line and 990 feet from the East line of the above described Section 20 to test all formations from the surface through the Morrow formation. The proposed test well will be drilled approximately 10,300 feet beneath the surface to the East Lake Morrow (Gas) Pool with the N/2 of the captioned Section 20 being dedicated to the well.

Mewbourne Oil Company is seeking an exception to the well location requirements of Division Rule 104 C.II.(a) and has applied with the Division for approval of an unorthodox gas well location as described above for all formations spaced on 320 acres.

Mewbourne wishes to drill its well at the proposed location as we feel it is necessary if we are to recover oil and gas reserves underlying our lease. We are also convinced that the distance from the proposed well location to other producers in the area is sufficient to insure no harmful effect on other producers.

If you have no objection to the Division granting Mewbourne approval to drilling its well at the proposed unorthodox gas well location, please sign and date the attached Waivers of Objection and return them to me for further handling in the enclosed self-addressed envelope.

Should you have any questions regarding Mewbourne's intentions as described above or wish to discuss this matter further, please call. Your prompt and favorable response will be greatly appreciated.

Sincerely,

Mewbourne Oil Company



D. Paul Haden  
Landman

DPH/nb  
enclosure

|   |  |
|---|--|
| <p>● <b>SENDER:</b> 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:<br/>David M. Reavis<br/>5646 Milton<br/>Dallas, Texas 75206</p> <p>Lake Shore Federal #1</p>  | <p>4. Article Number<br/>P-124-755-834</p> <p>Type of Service:<br/> <input type="checkbox"/> Registered      <input type="checkbox"/> Insured<br/> <input checked="" type="checkbox"/> Certified      <input type="checkbox"/> COD<br/> <input type="checkbox"/> Express Mail      <input 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<br/>X</p>   | <p>8. Addressee's Address (ONLY if requested and fee paid)</p>   |
| <p>6. Signature - Agent<br/>X <i>Dave Huffstutler</i></p>   |  |
| <p>7. Date of Delivery<br/>5-17-91 <i>ms</i></p>  |  |

# MEWBOURNE OIL COMPANY

500 W. TEXAS, SUITE 1020

MIDLAND, TEXAS 79701

915 / 682-3715

May 14, 1991

CERTIFIED MAIL  
RETURN RECEIPT REQUESTED

Fair Oil Ltd.  
P. O. Box 689  
Tyler, Texas 75711

RE: Application for Unorthodox  
Location Drilling Permit  
East Lake Morrow (Gas) Pool  
Lake Shore Federal #1 Well  
N/2 of Section 20, T19S, R27E  
Eddy County, New Mexico

Gentlemen:

Mewbourne Oil Company, as operator, proposes to drill the captioned well at a point located 990 feet from the North line and 990 feet from the East line of the above described Section 20 to test all formations from the surface through the Morrow formation. The proposed test well will be drilled approximately 10,300 feet beneath the surface to the East Lake Morrow (Gas) Pool with the N/2 of the captioned Section 20 being dedicated to the well.

Mewbourne Oil Company is seeking an exception to the well location requirements of Division Rule 104 C.II.(a) and has applied with the Division for approval of an unorthodox gas well location as described above for all formations spaced on 320 acres.

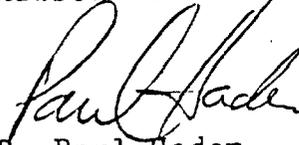
Mewbourne wishes to drill its well at the proposed location as we feel it is necessary if we are to recover oil and gas reserves underlying our lease. We are also convinced that the distance from the proposed well location to other producers in the area is sufficient to insure no harmful effect on other producers.

If you have no objection to the Division granting Mewbourne approval to drilling its well at the proposed unorthodox gas well location, please sign and date the attached Waivers of Objection and return them to me for further handling in the enclosed self-addressed envelope.

Should you have any questions regarding Mewbourne's intentions as described above or wish to discuss this matter further, please call. Your prompt and favorable response will be greatly appreciated.

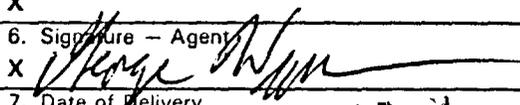
Sincerely,

Mewbourne Oil Company



D. Paul Haden  
Landman

DPH/nb  
enclosure

|   |   |
|---|---|
| <p>● <b>SENDER:</b> Complete items 1 and 2 when additional services are desired, and complete items 3 and 4.<br/>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>Fair Oil Ltd.<br/>P. O. Box 689<br/>Tyler, Texas 75711</p> <p>Lake Shore Federal #1</p>  | <p>4. Article Number</p> <p>P-124-755-835</p> <p>Type of Service:</p> <p><input type="checkbox"/> Registered      <input type="checkbox"/> Insured<br/> <input checked="" type="checkbox"/> Certified      <input type="checkbox"/> COD<br/> <input type="checkbox"/> Express Mail      <input 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</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>MAY 17 1991</p>   |   |

# MEWBOURNE OIL COMPANY

500 W. TEXAS, SUITE 1020  
MIDLAND, TEXAS 79701

915 / 682-3715

May 14, 1991

CERTIFIED MAIL  
RETURN RECEIPT REQUESTED

Pogo Producing Company  
P. O. Box 10340  
Midland, Texas 79705

RE: Application for Unorthodox  
Location Drilling Permit  
East Lake Morrow (Gas) Pool  
Lake Shore Federal #1 Well  
N/2 of Section 20, T19S, R27E  
Eddy County, New Mexico

Gentlemen:

Mewbourne Oil Company, as operator, proposes to drill the captioned well at a point located 990 feet from the North line and 990 feet from the East line of the above described Section 20 to test all formations from the surface through the Morrow formation. The proposed test well will be drilled approximately 10,300 feet beneath the surface to the East Lake Morrow (Gas) Pool with the N/2 of the captioned Section 20 being dedicated to the well.

Mewbourne Oil Company is seeking an exception to the well location requirements of Division Rule 104 C.II.(a) and has applied with the Division for approval of an unorthodox gas well location as described above for all formations spaced on 320 acres.

Mewbourne wishes to drill its well at the proposed location as we feel it is necessary if we are to recover oil and gas reserves underlying our lease. We are also convinced that the distance from the proposed well location to other producers in the area is sufficient to insure no harmful effect on other producers.

If you have no objection to the Division granting Mewbourne approval to drilling its well at the proposed unorthodox gas well location, please sign and date the attached Waivers of Objection and return them to me for further handling in the enclosed self-addressed envelope.

Should you have any questions regarding Mewbourne's intentions as described above or wish to discuss this matter further, please call. Your prompt and favorable response will be greatly appreciated.

Sincerely,

Mewbourne Oil Company

*Paul Haden*  
 D. Paul Haden  
 Landman

DPH/nb  
 enclosure

|   |   |
|---|---|
| <p>● <b>SENDER:</b> Complete items 1 and 2 when additional services are desired, and complete items 3 and 4.<br/>         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:<br/>         Pogo Producing Company<br/>         P. O. Box 10340<br/>         Midland, Texas 79705<br/><br/>         Lake Shore Federal #1</p>  | <p>4. Article Number<br/>         P-124-755-836</p> <p>Type of Service:<br/> <input type="checkbox"/> Registered      <input type="checkbox"/> Insured<br/> <input checked="" type="checkbox"/> Certified      <input type="checkbox"/> COD<br/> <input type="checkbox"/> Express Mail      <input 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<br/>         X</p>  | <p>8. Addressee's Address (ONLY if requested and fee paid)</p>  |
| <p>6. Signature - Agent<br/>         X <i>Alvin Ochoa</i></p>   |   |
| <p>7. Date of Delivery<br/>         5-15-91</p>   |   |

# MEWBOURNE OIL COMPANY

500 W. TEXAS, SUITE 1020

MIDLAND, TEXAS 79701

915 / 682-3715

May 14, 1991

CERTIFIED MAIL  
RETURN RECEIPT REQUESTED

Marathon Oil Company  
P. O. Box 552  
Midland, Texas 79702

RE: Application for Unorthodox  
Location Drilling Permit  
East Lake Morrow (Gas) Pool  
Lake Shore Federal #1 Well  
N/2 of Section 20, T19S, R27E  
Eddy County, New Mexico

Gentlemen:

Mewbourne Oil Company, as operator, proposes to drill the captioned well at a point located 990 feet from the North line and 990 feet from the East line of the above described Section 20 to test all formations from the surface through the Morrow formation. The proposed test well will be drilled approximately 10,300 feet beneath the surface to the East Lake Morrow (Gas) Pool with the N/2 of the captioned Section 20 being dedicated to the well.

Mewbourne Oil Company is seeking an exception to the well location requirements of Division Rule 104 C.II.(a) and has applied with the Division for approval of an unorthodox gas well location as described above for all formations spaced on 320 acres.

Mewbourne wishes to drill its well at the proposed location as we feel it is necessary if we are to recover oil and gas reserves underlying our lease. We are also convinced that the distance from the proposed well location to other producers in the area is sufficient to insure no harmful effect on other producers.

If you have no objection to the Division granting Mewbourne approval to drilling its well at the proposed unorthodox gas well location, please sign and date the attached Waivers of Objection and return them to me for further handling in the enclosed self-addressed envelope.

Should you have any questions regarding Mewbourne's intentions as described above or wish to discuss this matter further, please call. Your prompt and favorable response will be greatly appreciated.

Sincerely,

Mewbourne Oil Company

*Paul Haden*  
 D. Paul Haden  
 Landman

DPH/nb  
 enclosure

|   |   |
|---|---|
| <p><b>SENDER:</b> Complete items 1 and 2 when additional services are desired, and complete items 3 and 4.<br/>         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:<br/>         Marathon Oil Company<br/>         P. O. Box 552<br/>         Midland, Texas 79702</p>  | <p>4. Article Number<br/>         P-124-755-837</p>   |
|   | <p>Type of Service:<br/> <input type="checkbox"/> Registered      <input type="checkbox"/> Insured<br/> <input checked="" type="checkbox"/> Certified      <input type="checkbox"/> COD<br/> <input type="checkbox"/> Express Mail      <input type="checkbox"/> Return Receipt for Merchandise</p> |
|   | <p>Always obtain signature of addressee or agent and DATE DELIVERED.</p>  |
| <p>5. Signature - Addressee<br/>         X</p>  | <p>8. Addressee's Address (ONLY if requested and fee paid)</p>  |
| <p>6. Signature - Agent<br/> <i>Sammy Edwards</i></p>   |   |
| <p>7. Date of Delivery<br/>         MAY 15 1991</p>   |   |

# MEWBOURNE OIL COMPANY

500 W. TEXAS, SUITE 1020

MIDLAND, TEXAS 79701

915 / 682-3715

May 14, 1991

CERTIFIED MAIL  
RETURN RECEIPT REQUESTED

Arco Oil & Gas Company  
P. O. Box 1610  
Midland, Texas 79701

RE: Application for Unorthodox  
Location Drilling Permit  
East Lake Morrow (Gas) Pool  
Lake Shore Federal #1 Well  
N/2 of Section 20, T19S, R27E  
Eddy County, New Mexico

Gentlemen:

Mewbourne Oil Company, as operator, proposes to drill the captioned well at a point located 990 feet from the North line and 990 feet from the East line of the above described Section 20 to test all formations from the surface through the Morrow formation. The proposed test well will be drilled approximately 10,300 feet beneath the surface to the East Lake Morrow (Gas) Pool with the N/2 of the captioned Section 20 being dedicated to the well.

Mewbourne Oil Company is seeking an exception to the well location requirements of Division Rule 104 C.II.(a) and has applied with the Division for approval of an unorthodox gas well location as described above for all formations spaced on 320 acres.

Mewbourne wishes to drill its well at the proposed location as we feel it is necessary if we are to recover oil and gas reserves underlying our lease. We are also convinced that the distance from the proposed well location to other producers in the area is sufficient to insure no harmful effect on other producers.

If you have no objection to the Division granting Mewbourne approval to drilling its well at the proposed unorthodox gas well location, please sign and date the attached Waivers of Objection and return them to me for further handling in the enclosed self-addressed envelope.

Should you have any questions regarding Mewbourne's intentions as described above or wish to discuss this matter further, please call. Your prompt and favorable response will be greatly appreciated.

Sincerely,

Mewbourne Oil Company

*D. Paul Haden*  
 D. Paul Haden  
 Landman

DPH/nb  
 enclosure

|   |   |
|---|---|
| <p>● <b>SENDER:</b> 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:<br/>         Arco Oil &amp; Gas Company<br/>         P. O. Box 1610<br/>         Midland, Texas 79701</p>   | <p>4. Article Number<br/>         P-124-755-838</p>   |
|   | <p>Type of Service:<br/> <input type="checkbox"/> Registered      <input type="checkbox"/> Insured<br/> <input checked="" type="checkbox"/> Certified      <input type="checkbox"/> COD<br/> <input type="checkbox"/> Express Mail      <input type="checkbox"/> Return Receipt for Merchandise</p> |
|   | <p>Always obtain signature of addressee or agent and <b>DATE DELIVERED.</b></p>   |
| <p>5. Signature - Addressee<br/>         X</p>  | <p>8. Addressee's Address (ONLY if requested and fee paid)</p>  |
| <p>6. Signature - Agent<br/>         X <i>Romaine Garcia</i></p>  |   |
| <p>7. Date of Delivery<br/>         MAY 15 1991</p>   |   |

# MEWBOURNE OIL COMPANY

500 W. TEXAS, SUITE 1020

MIDLAND, TEXAS 79701

915 / 682-3715

May 14, 1991

CERTIFIED MAIL  
RETURN RECEIPT REQUESTED

Chevron U.S.A. Inc.  
P. O. Box 1150  
Midland, Texas 79702

RE: Application for Unorthodox  
Location Drilling Permit  
East Lake Morrow (Gas) Pool  
Lake Shore Federal #1 Well  
N/2 of Section 20, T19S, R27E  
Eddy County, New Mexico

Gentlemen:

Mewbourne Oil Company, as operator, proposes to drill the captioned well at a point located 990 feet from the North line and 990 feet from the East line of the above described Section 20 to test all formations from the surface through the Morrow formation. The proposed test well will be drilled approximately 10,300 feet beneath the surface to the East Lake Morrow (Gas) Pool with the N/2 of the captioned Section 20 being dedicated to the well.

Mewbourne Oil Company is seeking an exception to the well location requirements of Division Rule 104 C.II.(a) and has applied with the Division for approval of an unorthodox gas well location as described above for all formations spaced on 320 acres.

Mewbourne wishes to drill its well at the proposed location as we feel it is necessary if we are to recover oil and gas reserves underlying our lease. We are also convinced that the distance from the proposed well location to other producers in the area is sufficient to insure no harmful effect on other producers.

If you have no objection to the Division granting Mewbourne approval to drilling its well at the proposed unorthodox gas well location, please sign and date the attached Waivers of Objection and return them to me for further handling in the enclosed self-addressed envelope.

Should you have any questions regarding Mewbourne's intentions as described above or wish to discuss this matter further, please call. Your prompt and favorable response will be greatly appreciated.

Sincerely,

Mewbourne Oil Company

*D. Paul Haden*  
 D. Paul Haden  
 Landman

DPH/nb  
 enclosure

|   |  |
|---|--|
| <p>● <b>SENDER:</b> Complete items 1 and 2 when additional services are desired, and complete items 3 and 4.<br/>         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:<br/>         Chevron U.S.A. Inc.<br/>         P. O. BOX 1150<br/>         Midland, Texas 79702</p>  | <p>4. Article Number<br/>         P-124-755-839</p>            |
| <p>Type of Service:</p> <p><input type="checkbox"/> Registered      <input type="checkbox"/> Insured<br/> <input checked="" type="checkbox"/> Certified      <input type="checkbox"/> COD<br/> <input type="checkbox"/> Express Mail      <input type="checkbox"/> Return Receipt for Merchandise</p>   |  |
| <p>Always obtain signature of addressee or agent and DATE DELIVERED.</p>  |  |
| <p>5. Signature - Addressee<br/>         X</p>  | <p>8. Addressee's Address (ONLY if requested and fee paid)</p> |
| <p>6. Signature - Agent<br/>         X <i>D. B. Riggs</i></p>   |  |
| <p>7. Date of Delivery<br/>         MAY 15 1991</p>   |  |

# MEWBOURNE OIL COMPANY

500 W. TEXAS, SUITE 1020  
MIDLAND, TEXAS 79701

915 / 682-3715

May 14, 1991

CERTIFIED MAIL  
RETURN RECEIPT REQUESTED

Meridian Oil Inc.  
21 Desta Drive  
Midland, Texas 79705

RE: Application for Unorthodox  
Location Drilling Permit  
East Lake Morrow (Gas) Pool  
Lake Shore Federal #1 Well  
N/2 of Section 20, T19S, R27E  
Eddy County, New Mexico

Gentlemen:

Mewbourne Oil Company, as operator, proposes to drill the captioned well at a point located 990 feet from the North line and 990 feet from the East line of the above described Section 20 to test all formations from the surface through the Morrow formation. The proposed test well will be drilled approximately 10,300 feet beneath the surface to the East Lake Morrow (Gas) Pool with the N/2 of the captioned Section 20 being dedicated to the well.

Mewbourne Oil Company is seeking an exception to the well location requirements of Division Rule 104 C.II.(a) and has applied with the Division for approval of an unorthodox gas well location as described above for all formations spaced on 320 acres.

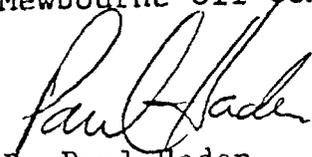
Mewbourne wishes to drill its well at the proposed location as we feel it is necessary if we are to recover oil and gas reserves underlying our lease. We are also convinced that the distance from the proposed well location to other producers in the area is sufficient to insure no harmful effect on other producers.

If you have no objection to the Division granting Mewbourne approval to drilling its well at the proposed unorthodox gas well location, please sign and date the attached Waivers of Objection and return them to me for further handling in the enclosed self-addressed envelope.

Should you have any questions regarding Mewbourne's intentions as described above or wish to discuss this matter further, please call. Your prompt and favorable response will be greatly appreciated.

Sincerely,

Mewbourne Oil Company



D. Paul Haden  
Landman

DPH/nb  
enclosure

|   |   |
|---|---|
| <p>● <b>SENDER:</b> Complete items 1 and 2 when additional services are desired, and complete items 3 and 4.<br/>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:<br/>Meridian Oil Inc.<br/>21 Desta Drive<br/>Midland, Texas 79705</p>   | <p>4. Article Number<br/>R-124-755-840</p>  |
|   | <p>Type of Service:</p> <p><input type="checkbox"/> Registered      <input type="checkbox"/> Insured<br/> <input checked="" type="checkbox"/> Certified      <input type="checkbox"/> COD<br/> <input type="checkbox"/> Express Mail      <input type="checkbox"/> Return Receipt for Merchandise</p> |
|   | <p>Always obtain signature of addressee or agent and <b>DATE DELIVERED</b>.</p>   |
| <p>5. Signature - Addressee<br/>X</p>   | <p>8. Addressee's Address (ONLY if requested and fee paid)</p>  |
| <p>6. Signature - Agent<br/>X <i>W. W. Wells</i></p>  |   |
| <p>7. Date of Delivery<br/><i>5-15-81</i></p>   |   |

# MEWBOURNE OIL COMPANY

500 W. TEXAS, SUITE 1020

MIDLAND, TEXAS 79701

915 / 682-3715

May 14, 1991

CERTIFIED MAIL  
RETURN RECEIPT REQUESTED

Yates Petroleum Corporation  
105 South 4th Street  
Artesia, New Mexico 88210

RE: Application for Unorthodox  
Location Drilling Permit  
East Lake Morrow (Gas) Pool  
Lake Shore Federal #1 Well  
N/2 of Section 20, T19S, R27E  
Eddy County, New Mexico

Gentlemen:

Mewbourne Oil Company, as operator, proposes to drill the captioned well at a point located 990 feet from the North line and 990 feet from the East line of the above described Section 20 to test all formations from the surface through the Morrow formation. The proposed test well will be drilled approximately 10,300 feet beneath the surface to the East Lake Morrow (Gas) Pool with the N/2 of the captioned Section 20 being dedicated to the well.

Mewbourne Oil Company is seeking an exception to the well location requirements of Division Rule 104 C.II.(a) and has applied with the Division for approval of an unorthodox gas well location as described above for all formations spaced on 320 acres.

Mewbourne wishes to drill its well at the proposed location as we feel it is necessary if we are to recover oil and gas reserves underlying our lease. We are also convinced that the distance from the proposed well location to other producers in the area is sufficient to insure no harmful effect on other producers.

If you have no objection to the Division granting Mewbourne approval to drilling its well at the proposed unorthodox gas well location, please sign and date the attached Waivers of Objection and return them to me for further handling in the enclosed self-addressed envelope.

# MEWBOURNE OIL COMPANY

500 W. TEXAS, SUITE 1020

MIDLAND, TEXAS 79701

915 / 682-3715

May 14, 1991

CERTIFIED MAIL  
RETURN RECEIPT REQUESTED

Robert N. Enfield  
P. O. Box 2431  
Santa Fe, New Mexico 87504-2431

RE: Application for Unorthodox  
Location Drilling Permit  
East Lake Morrow (Gas) Pool  
Lake Shore Federal #1 Well  
N/2 of Section 20, T19S, R27E  
Eddy County, New Mexico

Gentlemen:

Mewbourne Oil Company, as operator, proposes to drill the captioned well at a point located 990 feet from the North line and 990 feet from the East line of the above described Section 20 to test all formations from the surface through the Morrow formation. The proposed test well will be drilled approximately 10,300 feet beneath the surface to the East Lake Morrow (Gas) Pool with the N/2 of the captioned Section 20 being dedicated to the well.

Mewbourne Oil Company is seeking an exception to the well location requirements of Division Rule 104 C.II.(a) and has applied with the Division for approval of an unorthodox gas well location as described above for all formations spaced on 320 acres.

Mewbourne wishes to drill its well at the proposed location as we feel it is necessary if we are to recover oil and gas reserves underlying our lease. We are also convinced that the distance from the proposed well location to other producers in the area is sufficient to insure no harmful effect on other producers.

If you have no objection to the Division granting Mewbourne approval to drilling its well at the proposed unorthodox gas well location, please sign and date the attached Waivers of Objection and return them to me for further handling in the enclosed self-addressed envelope.

# MEWBOURNE OIL COMPANY

500 W. TEXAS, SUITE 1020

MIDLAND, TEXAS 79701

915 / 682-3715

May 14, 1991

New Mexico Oil Conservation Division  
P. O. Box 2088  
Santa Fe, New Mexico 87501

Attention: Mr. Michael Stogner

|                           |
|---------------------------|
| BEFORE EXAMINER STOGNER   |
| OIL CONSERVATION DIVISION |
| EXHIBIT NO. <u>7</u>      |
| CASE NO. _____            |

RE: Application for Unorthodox  
Location Drilling Permit  
Lake Shore Federal #1 Well  
N/2 of Section 20, T19S, R27E  
Eddy County, New Mexico

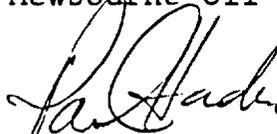
Gentlemen:

Meridian Oil Inc., as an offset operator or offset lessee or unleased mineral owner, has been advised of Mewbourne Oil Company's intent to drill the above referenced well at a location 990' FNL & 990' FEL of Section 20, T19S, R27E, Eddy County, New Mexico.

This letter is to advise that Meridian Oil Inc, has no objection to the granting of a permit to drill at this location and hereby waives objection and notice of hearing on this application.

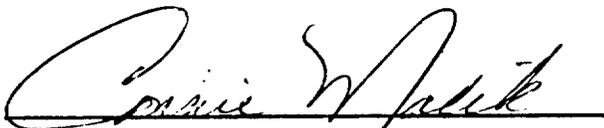
Sincerely,

Mewbourne Oil Company



D. Paul Haden  
Landman

By:



Date Signed:

5-30-91

# MEWBOURNE OIL COMPANY

500 W. TEXAS, SUITE 1020

MIDLAND, TEXAS 79701

915 / 682-3715

May 14, 1991

New Mexico Oil Conservation Division  
P. O. Box 2088  
Santa Fe, New Mexico 87501

Attention: Mr. Michael Stogner

RE: Application for Unorthodox  
Location Drilling Permit  
Lake Shore Federal #1 Well  
N/2 of Section 20, T19S, R27E  
Eddy County, New Mexico

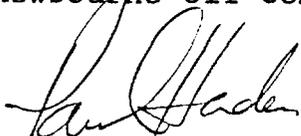
Gentlemen:

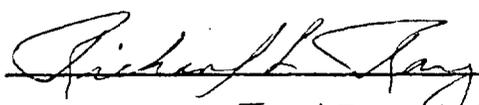
Fair Oil Ltd., as an offset operator or offset lessee or unleased mineral owner, has been advised of Mewbourne Oil Company's intent to drill the above referenced well at a location 990' FNL & 990' FEL of Section 20, T19S, R27E, Eddy County, New Mexico.

This letter is to advise that Fair Oil Ltd. has no objection to the granting of a permit to drill at this location and hereby waives objection and notice of hearing on this application.

Sincerely,

Mewbourne Oil Company

  
D. Paul Haden  
Landman

By: 

Date Signed: 5-17-91

# MEWBOURNE OIL COMPANY

500 W. TEXAS, SUITE 1020

MIDLAND, TEXAS 79701

915 / 682-3715

May 14, 1991

New Mexico Oil Conservation Division  
P. O. Box 2088  
Santa Fe, New Mexico 87501

Attention: Mr. Michael Stogner

RE: Application for Unorthodox  
Location Drilling Permit  
Lake Shore Federal #1 Well  
N/2 of Section 20, T19S, R27E  
Eddy County, New Mexico

Gentlemen:

Southland Royalty Company, as an offset operator or offset lessee or unleased mineral owner, has been advised of Mewbourne Oil Company's intent to drill the above referenced well at a location 990' FNL & 990' FEL of Section 20, T19S, R27E, Eddy County, New Mexico.

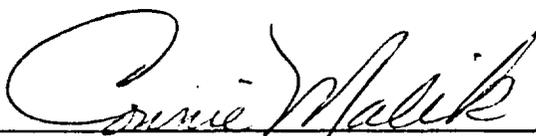
This letter is to advise that Southland Royalty Company has no objection to the granting of a permit to drill at this location and hereby waives objection and notice of hearing on this application.

Sincerely,

Mewbourne Oil Company



D. Paul Haden  
Landman

By: 

Date Signed: 5-20-91

# MEWBOURNE OIL COMPANY

500 W. TEXAS, SUITE 1020

MIDLAND, TEXAS 79701

915 / 682-3715

May 14, 1991

New Mexico Oil Conservation Division  
P. O. Box 2088  
Santa Fe, New Mexico 87501

Attention: Mr. Michael Stogner

RE: Application for Unorthodox  
Location Drilling Permit  
Lake Shore Federal #1 Well  
N/2 of Section 20, T19S, R27E  
Eddy County, New Mexico

Gentlemen:

Robert N. Enfield, as an offset operator or offset lessee or unleased mineral owner, has been advised of Mewbourne Oil Company's intent to drill the above referenced well at a location 990' FNL & 990' FEL of Section 20, T19S, R27E, Eddy County, New Mexico.

This letter is to advise that Robert N. Enfield has no objection to the granting of a permit to drill at this location and hereby waives objection and notice of hearing on this application.

Sincerely,

Mewbourne Oil Company



D. Paul Haden  
Landman

By: Robert N. Enfield

Date Signed: 5-20-91

# MEWBOURNE OIL COMPANY

500 W. TEXAS, SUITE 1020

MIDLAND, TEXAS 79701

915 / 682-3715

May 14, 1991

New Mexico Oil Conservation Division  
P. O. Box 2088  
Santa Fe, New Mexico 87501

Attention: Mr. Michael Stogner

RE: Application for Unorthodox  
Location Drilling Permit  
Lake Shore Federal #1 Well  
N/2 of Section 20, T19S, R27E  
Eddy County, New Mexico

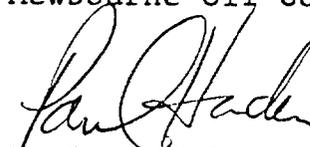
Gentlemen:

Chevron U.S.A. Inc., as an offset operator or offset lessee or unleased mineral owner, has been advised of Mewbourne Oil Company's intent to drill the above referenced well at a location 990' FNL & 990' FEL of Section 20, T19S, R27E, Eddy County, New Mexico.

This letter is to advise that Chevron U.S.A. Inc. has no objection to the granting of a permit to drill at this location and hereby waives objection and notice of hearing on this application.

Sincerely,

Mewbourne Oil Company



D. Paul Haden  
Landman

By: Alan W. Bohling - Protraction Engineer

Date Signed: May 24, 1991

# MEWBOURNE OIL COMPANY

500 W. TEXAS, SUITE 1020

MIDLAND, TEXAS 79701

915 / 682-3715

May 14, 1991

New Mexico Oil Conservation Division  
P. O. Box 2088  
Santa Fe, New Mexico 87501

Attention: Mr. Michael Stogner

RE: Application for Unorthodox  
Location Drilling Permit  
Lake Shore Federal #1 Well  
N/2 of Section 20, T19S, R27E  
Eddy County, New Mexico

Gentlemen:

Collins & Ware, Inc., as an offset operator or offset lessee or unleased mineral owner, has been advised of Mewbourne Oil Company's intent to drill the above referenced well at a location 990' FNL & 990' FEL of Section 20, T19S, R27E, Eddy County, New Mexico.

This letter is to advise that Collins & Ware, Inc. has no objection to the granting of a permit to drill at this location and hereby waives objection and notice of hearing on this application.

Sincerely,

Mewbourne Oil Company



D. Paul Haden  
Landman

By: W. Earl Smith

Date Signed: 5-21-91

# MEWBOURNE OIL COMPANY

500 W. TEXAS, SUITE 1020

MIDLAND, TEXAS 79701

915 / 682-3715

May 14, 1991

New Mexico Oil Conservation Division  
P. O. Box 2088  
Santa Fe, New Mexico 87501

Attention: Mr. Michael Stogner

RE: Application for Unorthodox  
Location Drilling Permit  
Lake Shore Federal #1 Well  
N/2 of Section 20, T19S, R27E  
Eddy County, New Mexico

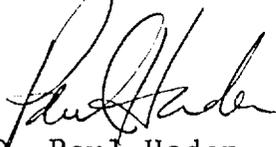
Gentlemen:

J. M. Huber Corporation, as an offset operator or offset lessee or unleased mineral owner, has been advised of Mewbourne Oil Company's intent to drill the above referenced well at a location 990' FNL & 990' FEL of Section 20, T19S, R27E, Eddy County, New Mexico.

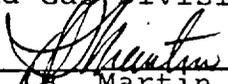
This letter is to advise that J. M. Huber Corporation has no objection to the granting of a permit to drill at this location and hereby waives objection and notice of hearing on this application.

Sincerely,

Mewbourne Oil Company

  
D. Paul Haden  
Landman

J. M. HUBER CORPORATION  
Oil and Gas Division

By:   
D. C. Martin, President

Date Signed: May 24, 1991



HINKLE, COX, EATON, COFFIELD &  
HENSLEY

By James Bruce  
James Bruce  
500 Marquette, N.W.  
Suite 800  
Albuquerque, N.M. 87102  
(505) 768-1500

Subscribed and sworn to before me this 3d day of  
June, 1991, by James Bruce.

Jessie C. Mearns  
Notary Public

My commission expires:

11/22/91

HINKLE, COX, EATON, COFFIELD & HENSLEY

ATTORNEYS AT LAW

500 MARQUETTE N.W., SUITE 800  
ALBUQUERQUE, NEW MEXICO 87102-2121

(505) 768-1500

FAX (505) 768-1529

OF COUNSEL  
D. M. CALHOUN\*  
MACK EASLEY  
JOE W. WOOD  
RICHARD S. MORRIS

CLARA ICE E. HINKLE (1904-1985)  
W. E. BONDURANT, JR. (1913-1973)  
ROY C. SNODGRASS, JR. (1914-1987)

May 10, 1991

LEWIS C. COX  
PAUL W. EATON  
CONRAD E. COFFIELD  
HAROLD L. HENSLEY, JR.  
STUART D. SHANOR  
ERIC D. LANPHERE  
C. D. MARTIN  
PAUL J. KELLY, JR.  
MARSHALL G. MARTIN  
OWEN M. LOPEZ  
DOUGLAS L. LUNSFORD  
JOHN J. KELLY  
T. CALDER EZZELL, JR.  
WILLIAM B. BURRYDORF  
RICHARD E. OLSON  
RICHARD R. WILFONG\*  
THOMAS J. MCBRIDE  
STEVEN D. ARNOLD  
JAMES J. WECHSLER  
NANCY S. CUSACK  
JEFFREY L. FORNACIARI  
JEFFREY D. HEWETT  
JAMES BRUCE  
JERRY F. SHACKELFORD\*  
JEFFREY W. HELLBERG\*  
ALBERT L. PITTS  
THOMAS M. HWASKO  
JOHN C. CHAMBERS\*  
MICHAEL A. GROSS  
THOMAS D. HAINES, JR.

FRANKLIN H. MCCALLUM\*  
GREGORY J. NIBERT  
DAVID T. MARKETTE\*  
MARY C. DOW  
KAREN M. RICHARDSON\*  
FRED W. SCHWENDIMANN  
JAMES M. HUDSON

STANLEY K. KOTOVSKY, JR.  
BETTY H. LITTLE\*  
JEFFREY S. BAIRD\*  
RUTH S. MUSGRAVE  
HOWARD R. THOMAS  
PATRICIA A. WATTS  
MACDONNELL GORDON  
REBECCA NICHOLS JOHNSON  
WILLIAM P. JOHNSON  
ELLEN S. CASEY  
S. BARRY PAISNER  
MARGARET CARTER LUDEWIG  
MARTIN MEYERS  
GREGORY S. WHEELER  
ANDREW J. CLOUTIER  
JAMES A. GILLESPIE  
GARY W. LARSON  
STEPHANIE LANDORY  
JOHN R. KILSETH, JR.  
LISA K. SMITH\*

\*NOT LICENSED IN NEW MEXICO

CERTIFIED MAIL

RETURN RECEIPT REQUESTED

J. M. Huber Corporation  
1900 West Loop South  
Houston, Texas 79027

Attention: Barbara Oldham

CERTIFIED MAIL

RETURN RECEIPT REQUESTED

Chevron U.S.A. Inc.  
P. O. Box 1150  
Midland, Texas 79702

Attention: James Baca

Dear Sirs:

Enclosed for your information is a copy of an Application for compulsory pooling of the N½ of Section 20, Township 19 South, Range 27 East, Eddy County, New Mexico, which was filed with the New Mexico Oil Conservation Division on behalf of Mewbourne Oil Company. Records indicate you own mineral interest in the N½ of Section 20. This application will be heard by the Oil Conservation Division on Thursday, June 13, 1991, at 8:15 a.m. at the Division's offices at 310 Old Santa Fe Trail, Santa Fe, New Mexico. Failure to appear at that time will preclude you from contesting this matter at a later date.

Very truly yours,

HINKLE, COX, EATON, COFFIELD &  
HENSLEY

By: *James Bruce*  
James Bruce  
Attorneys for Mewbourne  
Oil Company



700 UNITED BANK PLAZA  
POST OFFICE BOX 10  
ROSWELL, NEW MEXICO 88202  
(505) 622-6510  
FAX (505) 623-9332

2800 CLAYDESTA NATIONAL BANK BUILDING  
POST OFFICE BOX 3580  
MIDLAND, TEXAS 79702  
(915) 683-4691  
FAX (915) 683 6518

1700 TEAM BANK BUILDING  
POST OFFICE BOX 9238  
AMARILLO, TEXAS 79105  
(806) 372-5569  
FAX (806) 372-9761

218 MONTEZUMA  
POST OFFICE BOX 2068  
SANTA FE, NEW MEXICO 87504  
(505) 982-4554  
FAX (505) 982-6623

RECEIPT FOR CERTIFIED MAIL

NO INSURANCE COVERAGE PROVIDED  
NOT FOR INTERNATIONAL MAIL

(See Reverse)

U.S.G.P.O. 1989-234-555

PS Form 3800, June 1985

|   |                        |  |
|---|------------------------|--|
| Sent to   | J.M. Huber Corporation |  |
| Street and No.  | 1900 West Loop South   |  |
| City, State and ZIP Code                                      | Houston, TX 77027      |  |
| Postage   | Attn: Barbara Oldham   |  |
| Certified Fee   |                        |  |
| Special Delivery Fee  |                        |  |
| Restricted Delivery Fee                                       |                        |  |
| Return Receipt showing to whom and Date Delivered             |                        |  |
| Return Receipt showing to whom, Date, and Address of Delivery |                        |  |
| TOTAL Postage and Fees  | \$                     |  |
| Postmark or Date  |                        |  |

DOMESTIC RETURN RECEIPT

PS Form 3811, Apr. 1989

SENDER: Complete items 1 and 2 when additional services are desired, and complete items 3 and 4. "RETURN TO" Space on the reverse side. Failure to put your address in "RETURN TO" space will prevent this card from being returned to you. The return receipt fee will provide you with the name of the person delivered to and the date of delivery. For additional fees for additional services are available. Consult postmaster for fees and check box(es) for additional service(s) requested.

1.  Show to whom delivered, date, and addressee's address.  Restricted Delivery (Extra charge)†

3. Article Addressed to:  
J.M. Huber Corporation  
1900 West Loop South  
Houston, TX 77027  
Attn: Barbara Oldham

4. Article Number  
P 440 581 169

Type of Service:  
 Registered  
 Certified  
 Express Mail  
 Insured  
 COD

Always obtain signature of addressee or agent and DATE DELIVERED.

5. Signature - Addressee  
y. Padgett

6. Signature - Agent  
X

7. Date of Delivery  
5-15-91

8. Addressee's Address (ONLY if requested and fee paid)

U.S.G.P.O. 1987-178-288  
PS Form 3811, Mar. 1987

RECEIPT FOR CERTIFIED MAIL

NO INSURANCE COVERAGE PROVIDED  
NOT FOR INTERNATIONAL MAIL

(See Reverse)

U.S.G.P.O. 1989-234-555

PS Form 3800, June 1985

|   |                    |  |
|---|--------------------|--|
| Sent to   | Chevron U.S.A. Inc |  |
| Street and No.  | P.O. Box 1150      |  |
| City, State and ZIP Code                                      | Midland, TX 79702  |  |
| Postage   | Attn: James Baca   |  |
| Certified Fee   |                    |  |
| Special Delivery Fee  |                    |  |
| Restricted Delivery Fee                                       |                    |  |
| Return Receipt showing to whom and Date Delivered             |                    |  |
| Return Receipt showing to whom, Date, and Address of Delivery |                    |  |
| TOTAL Postage and Fees  | \$                 |  |
| Postmark or Date  |                    |  |

SENDER: Complete items 1 and 2 when additional services are desired, and complete items 3 and 4. "RETURN TO" Space on the reverse side. Failure to do so will prevent this card from being returned to you. The return receipt fee will provide you with the name of the person delivered to and the date of delivery. For additional fees for additional services are available. Consult postmaster for fees and check box(es) for additional service(s) requested.

1.  Show to whom delivered, date, and addressee's address.  Restricted Delivery (Extra charge)†

3. Article Addressed to:  
Chevron U.S.A. Inc.  
P.O. Box 1150  
Midland, TX 79702  
Attn: James Baca

4. Article Number  
P 440 581 168

Type of Service:  
 Registered  
 Certified  
 Express Mail  
 Insured  
 COD  
 Return Receipt for Merchandise

Always obtain signature of addressee or agent and DATE DELIVERED.

5. Signature - Addressee  
X

6. Signature - Agent  
X

7. Date of Delivery  
MAY 14 1991

8. Addressee's Address (ONLY if requested and fee paid)  
zip code 79702

U.S.G.P.O. 1987-178-288  
PS Form 3811, Apr. 1989

