August 15, 1988

RE: Lone Wolf Devonian Area Chaves County, NM

Flag-Redfern Oil Co. P. O. Box 11050 Midland, TX 79702

Attn: John O'Brien

Dear Mr. O'Brien:

As I mentioned on the phone, I am preparing to drill two wells at unorthodoxed locations offsetting my new discovery which is located in the SW/4NW/4 of Section 29, Township 7 South, Range 31 East, Chaves County, New Mexico. In addition, for your information, the NMOCC has granted me 160 acre spacing for this Devonian gas field and the NW/4 of Section 29 is dedicated to the discovery well.

These two locations are as follows:

- An 8800' Devonian test to be located 330' FSL and 660' FWL Section 20, T7S, R31E, Chaves County, NM
- 2. An 8800' Devonian test to be located 2310' FSL and 1650' FWL Section 29, T7S, R31E, Chaves County, NM

I would like to secure Flag-Redfern's approval on these locations in order to avoid a hearing. If you are agreeable, please return one executed copy of this letter, retaining the other for your files.

Very truly yours,

Noteth - Enfects

Robert N. Enfield

RNE/mg

By: Flag-Redtern Oil Company

BEFORE EXAMINER CATANACH

OIL CONSERVATION DIVISION

Enfield EXHIBIT NO. _

CASE NO. 5 948/ + 9482

August 15, 1988

RE: Lone Wolf Devonian Area Chaves County, NM

BHP Petroleum Company, Inc. 6 Desta Street, Suite 3200 Midland, TX 79705

Attn: Robert Elliott

Dear Robert:

As I mentioned on the phone, I am preparing to drill two wells at unorthodoxed locations offsetting my new discovery which is located in the SW/4NW/4 of Section 29, Township 7 South, Range 31 East, Chaves County, New Mexico. In addition, for your information, the NMOCC has granted me 160 acre spacing for this Devonian gas field and the NW/4 of Section 29 is dedicated to the discovery well.

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2. An 8800' Devonian test to be located 2310' FSL and 1650' FWL Section 29, T7S, R31E, Chaves County, NM

I would like to secure BHP's approval on these locations in order to avoid a hearing. If you are agreeable, please return one executed copy of this letter, retaining the other for your files.

RNE/mg

Accepted and agreed to this 24 th day of August, 1988

BHP Petroleum Company, Inc.

ATTORNEY-IN-FACE

August 17, 1988

RE: Lone Wolf Devonian Area Chaves County, NM

Heyco P. O. Box 1933 Roswell, NM 88201

Attn: George Yates

Dear George:

As I mentioned on the phone, I am preparing to drill two wells at unorthodoxed locations offsetting my new discovery which is located in the SW/4NW/4 of Section 29, Township 7 South, Range 31 East, Chaves County, New Mexico. In addition, for your information, the NMOCC has granted me 160 acre spacing for this Devonian gas field and the NW/4 of Section 29 is dedicated to the discovery well.

These two locations are as follows:

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- 2. An 8800' Devonian test to be located 2310' FSL and 1650' FWL Section 29, T7S, R31E, Chaves County, NM

I would like to secure Heyco's approval on these locations in order to avoid a hearing. If you are agreeable, please return one executed copy of this letter, retaining the other for your files.

By:

August 16, 1988

DECEMBED

RE: Lone Wolf Devonian Area Chaves County, NM

M W J

MWJ Producing Company 400 W. Illinois, Suite 1100 Midland, TX 79701

Attn: Scott Bryant

Dear Mr. Bryant:

As I mentioned on the phone, I am preparing to drill a well at an unorthodoxed location offsetting my new discovery which is located in the SW/4NW/4 of Section 29, Township 7 South, Range 31 East, Chaves County, New Mexico. In addition, for your information, the NMOCC has granted me 160 acre spacing for this Devonian gas field and the NW/4 of Section 29 is dedicated to the discovery well.

The location is as follows:

1. An 8800' Devonian test to be located 2310' FSL and 1650' FWL Section 29, T7S, R31E, Chaves County, NM

I would like to secure MWJ's approval on this location in order to avoid a hearing. If you are agreeable, please return one executed copy of this letter, retaining the other for your files.

Very truly yours,

Robert N. Enfield

RNE/mq

Accepted and agreed to this _____ day of _____, 1988

MWJ Producing Company

August 16, 1988

RE: Lone Wolf Devonian Area Chaves County, NM

Western Reserves Oil Company, Inc. Century Plaza 310 West Wall, Suite 301 Midland, TX 79701

Attn: R. C. Beveridge

Dear Dick:

As I mentioned on the phone, I am preparing to drill a well at an unorthodoxed location offsetting my new discovery which is located in the SW/4NW/4 of Section 29, Township 7 South, Range 31 East, Chaves County, New Mexico. In addition, for your information, the NMOCC has granted me 160 acre spacing for this Devonian gas field and the NW/4 of Section 29 is dedicated to the discovery well.

The location is as follows:

1. An 8800' Devonian test to be located 2310' FSL and 1650' FWL Section 29, T7S, R31E, Chaves County, NM

I would like to secure Western Reserve's approval on this location in order to avoid a hearing. If you are agreeable, please return one executed copy of this letter, retaining the other for your files.

Very truly yours,

RNE/mg

Accepted and agreed to this / day of