

# **OIL CONSERVATION DIVISION**

**CASE NO.**  
*14299*

**EXHIBIT**  
**4**

# MEWBOURNE OIL COMPANY

500 W. TEXAS, SUITE 1020  
MIDLAND, TEXAS 79701

(432) 682-3715  
FAX (432) 685-4170

March 25, 2009

Mr. James Tyler  
2100 Park Street  
Muskegon Heights, MI 49444

Re: Estate of Stanley R. Tyler  
Hackberry Hills "1" Federal No. 1  
N/2 Section 1, T22S, R25E  
Eddy County, New Mexico

Dear Mr. Tyler:


Regarding your father's 1.6944% (5.8344969 net acres) leasehold interest in the captioned land, enclosed for your file is a copy of an Assignment of Operating Rights dated October 7, 1977 whereby your father acquired the referenced interest from Charles B. Read and his wife Jean Read. This assignment was filed with the Bureau of Land Management (BLM) in Santa Fe, New Mexico on September 28, 1978. This assignment was not approved by the BLM and apparently was not filed in the county records in Eddy County, New Mexico. This assignment is referenced in our Original Drilling Title Opinion dated February 16, 2009 on Page (4) as Assignment No. (12). I sent you a copy of this title opinion February 17, 2009 with our well proposal.

Regarding the above, if you elect to sign the Operating Agreement dated October 1, 2008 which I previously sent you, you will be dismissed from the Compulsory Pooling Hearing. At such time as we recompleat the captioned well to a zone above 10,600 feet, you will be given the opportunity to participate in the proposed recompletion attempt and will have a thirty (30) day election period to elect to participate or not. Our primary target zone (the Morrow formation) is below 10,600 feet which is where we will attempt an initial completion provided such Morrow zone is found to be productive for commercial natural gas.

Please call me should you have any further questions regarding the above or email me at [phaden@mewbourne.com](mailto:phaden@mewbourne.com).

Sincerely yours,

MEWBOURNE OIL COMPANY



D. Paul Haden  
Senior Landman

Oil Conservation Division

Case No. 4

Exhibit No.

# MEWBOURNE OIL COMPANY

500 W. TEXAS, SUITE 1020  
MIDLAND, TEXAS 79701

(432) 682-3715  
FAX (432) 685-4170

March 23, 2009

*Jim Tyler - (231) 722-3557*

Estate of Stanley R. Tyler  
c/o James Tyler  
2100 Park St.  
Muskegon Heights, Michigan 49444

Re: Hackberry Hills "1" Federal No. 1  
N/2 Section 1, T22S, R25E  
Eddy County, New Mexico

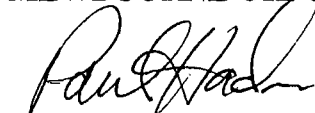
Dear Mr. Tyler:

Enclosed for your further handling is a revised Exhibit "A" to the Operating Agreement dated October 1, 2008 for the captioned land and well. The depth limitation in Contract Area B has been revised to include depths below 10,600 feet in lieu of 10,000 feet. Also, Marathon Oil Company has been deleted from the ownership in Contract Area A as Mewbourne acquired Marathon's interest.

Regarding the above, please substitute the enclosed revised Exhibit "A" with Exhibit "A" which is currently in your possession.

Sincerely yours,

MEWBOURNE OIL COMPANY



D. Paul Haden  
Senior Landman

DPH/gb

*Jim Tyler called this date,  
left message for me to call him.  
Returned his call this date,  
left message for him to call me.  
Gave Mr. Tyler information as  
to how his father obtained this  
interest by Assignment of  
Operating Rights dated 10-7-77  
from Charles B. Read, et ux  
Joan Read. Dkt. 3/25/09*

Hackberry Hills 1 Fed #1

SENDER: COMPLETE THIS SECTION		COMPLETE THIS SECTION ON DELIVERY	
<ul style="list-style-type: none"><li>■ Complete items 1, 2, and 3. Also complete item 4 if Restricted Delivery is desired.</li><li>■ Print your name and address on the reverse so that we can return the card to you.</li><li>■ Attach this card to the back of the mailpiece, or on the front if space permits.</li></ul>		<p>A. Signature x <u>Marlene K. Wren</u> <input checked="" type="checkbox"/> Agent <input type="checkbox"/> Addressee</p> <p>B. Received by (Printed Name) <u>Marlene Wren</u> C. Date of Delivery <u>3/6/09</u></p> <p>D. Is delivery address different from item 1? <input type="checkbox"/> Yes If YES, enter delivery address below: <input type="checkbox"/> No</p>	
<p>1. Article Addressed to:</p> <p><b>Estate of Stanley R. Tyler c/o James Tyler 2100 Park St. Muskegon Heights, MI 49444</b></p>		<p>3. Service Type <input checked="" type="checkbox"/> Certified Mail <input type="checkbox"/> Express Mail <input type="checkbox"/> Registered <input type="checkbox"/> Return Receipt for Merchandise <input type="checkbox"/> Insured Mail <input type="checkbox"/> C.O.D.</p> <p>4. Restricted Delivery? (Extra Fee) <input type="checkbox"/> Yes</p>	
<p>2. Article Number (Transfer from service label)</p>		<p><b>7005 2570 0001 0978 7040</b></p>	

PS Form 3811, February 2004 Domestic Return Receipt 102595-02-M-1540

# MEWBOURNE OIL COMPANY

500 W. TEXAS, SUITE 1020  
MIDLAND, TEXAS 79701

(432) 682-3715  
FAX (432) 685-4170

March 4, 2009

Via Certified Mail-Return Receipt No. 7040

Estate of Stanley R. Tyler  
c/o James Tyler  
2100 Park St.  
Muskegon Heights, MI 49444

Re: Hackberry Hills "1" Federal No. 1  
Lots 5-12 (N/2 equivalent)  
Section 1, T22S, R25E  
Eddy County, New Mexico

Dear Mr. Tyler:

Enclosed for your further handling is our revised Operating Agreement dated October 1, 2008 covering the captioned land and extra signature pages. You will note that we split the captioned land into Contract Area A and B as ownership is different as to different depths. We also added Paragraph F. in Article XVI. to compensate for expenses incurred as to the difference in ownership as to depths.

In reference to the above, please have the enclosed Operating Agreement and extra set of signature pages executed and return only the executed extra signature pages to me at your earliest convenience. Upon our receipt of the executed signature pages, we will dismiss you from the Compulsory Pooling Hearing currently scheduled to be heard March 31, 2009 at an Examiner's Hearing in Santa Fe.

Please call should you have any questions regarding the above.

Sincerely yours,

MEWBOURNE OIL COMPANY



D. Paul Haden  
Senior Landman

DPH/gb

*Muskegon Heights MI 49444*

**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:

**Estate of Stanley R. Tyler  
c/o James Tyler  
2100 Park St.  
Muskegon Heights, MI 49444**

2. Article Number  
(Transfer from service label)

**7003 3110 0002 5115 4104**

PS Form 3811, February 2004

Domestic Return Receipt

102595-02-M-1540

**COMPLETE THIS SECTION ON DELIVERY**

A. Signature

*x Marlene Wren* ☐ Agent ☐ Addressee

B. Received by (Printed Name)

*Marlene Wren*

C. Date of Delivery

*2-18-07*

D. Is delivery address different from item 1? ☐ Yes

If YES, enter delivery address below: ☐ No

3. Service Type

☒ Certified Mail ☐ Express Mail  
☐ Registered ☐ Return Receipt for Merchandise  
☐ Insured Mail ☐ C.O.D.

4. Restricted Delivery? (Extra Fee)

☐ Yes

# MEWBOURNE OIL COMPANY

500 W. TEXAS, SUITE 1020  
MIDLAND, TEXAS 79701

(432) 682-3715  
FAX (432) 685-4170

February 17, 2009

Via Certified Mail – Return Receipt No. 4104

Estate of Stanley R. Tyler  
c/o James Tyler  
2100 Park St.  
Muskegon Heights, MI 49444

Re: Hackberry Hills "1" Federal No. 1  
1650' FNL & 990" FWL  
Section 1, T22S, R25E  
Eddy County, New Mexico

Gentlemen:

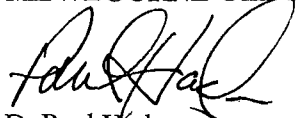
Mewbourne Oil Company as Operator hereby proposes to drill the subject well at the referenced location to a depth sufficient to evaluate the Morrow formation, estimated total depth being 12,000 feet beneath the surface. Lots 5-12 (N/2 equivalent) which comprises 344.34 acres will be dedicated to the well. Enclosed for your consideration regarding the proposed well is our AFE dated July 16, 2008.

In reference to the above, title examination indicate you own a 1.6944% leasehold interest as to depths from the surface to a depth of 10,600 feet beneath the surface (see copy of our Original Drilling Title Opinion dated February 16, 2009 enclosed). In the event you elect to participate in the proposed well, Mewbourne proposes to allocate costs as to the difference in ownership as to rights from the surface to 10,600 feet and the ownership difference in the rights below 10,600 feet pursuant to proposed Article XV.D. as set forth in the attached copy of Article XV.D.

In the event you elect to participate in the proposed well, please have the enclosed AFE signed and returned to me within 30 days. Upon receipt of same, I will forward you our Operating Agreement for signature.

Sincerely yours,

MEWBOURNE OIL COMPANY



D. Paul Haden  
Senior Landman

DPH/tgm



SA TX 797

7003 3110 0002 5115 4098

FEB

COMPLETE THIS SECTION ON DELIVERY

A. Signature ☒ Agent  
B. Received by (Printed Name) ☐ Addressee  
C. Date of Delivery  
D. Is delivery address different from item 1? ☐ Yes  
If YES, enter delivery address below: ☐ No

3. Service Type  
☒ Certified Mail  
☐ Registered  
☐ Insured Mail  
☐ Express Mail  
☐ Return Receipt for Merchandise  
☐ C.O.D.  
4. Restricted Delivery? (Extra Fee) ☐ Yes

7003 3110 0002 5115 4098

102595-02-M-1540

Domestic Return Receipt

2. Article Number  
(Transfer from service label)

PS Form 3811, February 2004

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:

Malco Products, Inc.  
P.O. Box 1898  
Roswell, New Mexico 88201

FROM

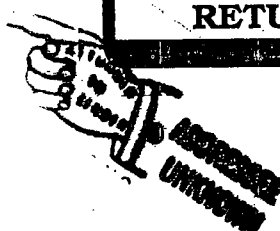
MEWBOURNE OIL

500 WEST TEXAS, SUITE  
MIDLAND, TEXAS 79

SHIP TO

Malco Products, Inc.  
P.O. Box 1898  
Roswell, New Mexico 8

RETURN POSTAGE GU





# MEWBOURNE OIL COMPANY

500 W. TEXAS, SUITE 1020  
MIDLAND, TEXAS 79701

(432) 682-3715  
FAX (432) 685-4170

February 17, 2009

Via Certified Mail – Return Receipt No. 4098

Malco Products, Inc.  
P.O. Box 1898  
Roswell, New Mexico 88201

Re: Hackberry Hills "1" Federal No. 1  
1650' FNL & 990" FWL  
Section 1, T22S, R25E  
Eddy County, New Mexico

Gentlemen:

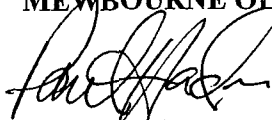
Mewbourne Oil Company as Operator hereby proposes to drill the subject well at the referenced location to a depth sufficient to evaluate the Morrow formation, estimated total depth being 12,000 feet beneath the surface. Lots 5-12 (N/2 equivalent) which comprises 344.34 acres will be dedicated to the well. Enclosed for your consideration regarding the proposed well is our AFE dated July 16, 2008.

In reference to the above, title examination indicates Malco Products, Inc. owns a .4841% leasehold interest as to depths from the surface to a depth of 10,600 feet beneath the surface (see copy of our Original Drilling Title Opinion dated February 16, 2009 enclosed). In the event Malco Products, Inc. elects to participate in the proposed well, Mewbourne proposes to allocate costs as to the difference in ownership as to rights from the surface to 10,600 feet and the ownership difference in the rights below 10,600 feet pursuant to proposed Article XV.D. as set forth in the attached copy of Article XV.D.

In the event Malco Products, Inc. elects to participate in the proposed well, please have the enclosed AFE signed and returned to me within 30 days. Upon receipt of same, I will forward you our Operating Agreement for signature.

Sincerely yours,

MEWBOURNE OIL COMPANY



D. Paul Haden  
Senior Landman

DPH/tgm

# MEWBOURNE OIL COMPANY

500 W. TEXAS, SUITE 1020  
MIDLAND, TEXAS 79701

(432) 682-3715  
FAX (432) 685-4170

March 23, 2009

Norman L. Stevens, Jr.  
P.O. Box 1  
Hondo, New Mexico 88336-0001

Re: Hackberry Hills "1" Federal No. 1  
N/2 Section 1, T22S, R25E  
Eddy County, New Mexico

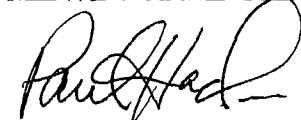
Dear Mr. Stevens:

Enclosed for your further handling is a revised Exhibit "A" to the Operating Agreement dated October 1, 2008 for the captioned land and well. The depth limitation in Contract Area B has been revised to include depths below 10,600 feet in lieu of 10,000 feet. Also, Marathon Oil Company has been deleted from the ownership in Contract Area A as Mewbourne acquired Marathon's interest.

Regarding the above, please substitute the enclosed revised Exhibit "A" with Exhibit "A" which is currently in your possession.

Sincerely yours,

MEWBOURNE OIL COMPANY



D. Paul Haden  
Senior Landman

DPH/gb

Hackberry Hills 1 Fed #1

**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:

**Norman L. Stevens, Jr.**  
**P.O. Box 1**  
**Hondo, New Mexico 88336-0001**

**COMPLETE THIS SECTION ON DELIVERY**

A. Signature

*[Signature]*

☐ Agent

☒ Addressee

B. Received by (Printed Name)

**Norman L. Stevens**

C. Date of Delivery

**3/9**

D. Is delivery address different from item 1? ☐ Yes

If YES, enter delivery address below: ☒ No

3. Service Type

☒ Certified Mail

☐ Express Mail

☐ Registered

☐ Return Receipt for Merchandise

☐ Insured Mail

☐ C.O.D.

4. Restricted Delivery? (Extra Fee)

☐ Yes

2. Article Number

(Transfer from service label)

**7005 2570 0001 0978 7026**

PS Form 3811, February 2004

Domestic Return Receipt

102595-02-M-1540

# MEWBOURNE OIL COMPANY

500 W. TEXAS, SUITE 1020  
MIDLAND, TEXAS 79701

(432) 682-3715  
FAX (432) 685-4170

March 4, 2009

Via Certified Mail-Return Receipt No. 7026

Norman L. Stevens, Jr.  
P.O. Box 1  
Hondo, New Mexico 88336-0001

Re: Hackberry Hills "1" Federal No. 1  
Lots 5-12 (N/2 equivalent)  
Section 1, T22S, R25E  
Eddy County, New Mexico

Dear Mr. Stevens:

Enclosed for your further handling is our revised Operating Agreement dated October 1, 2008 covering the captioned land and extra signature pages. You will note that we split the captioned land into Contract Area A and B as ownership is different as to different depths. We also added Paragraph F. in Article XVI. to compensate for expenses incurred as to the difference in ownership as to depths.

In reference to the above, please have the enclosed Operating Agreement and extra set of signature pages executed and return only the executed extra signature pages to me at your earliest convenience. Upon our receipt of the executed signature pages, we will dismiss you from the Compulsory Pooling Hearing currently scheduled to be heard March 31, 2009 at an Examiner's Hearing in Santa Fe.

Please call should you have any questions regarding the above.

Sincerely yours,

MEWBOURNE OIL COMPANY



D. Paul Haden  
Senior Landman

DPH/gb

Hackberry Hills 1#1

**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:

**Norman L. Stevens, Jr.  
Revocable Trust  
P.O. Box 1  
Hondo, New Mexico 88336-0001**

2. Article Number  
(Transfer from service label)

7003 3110 0002 5115 3954

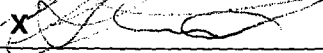
PS Form 3811, February 2004

Domestic Return Receipt

102595-02-M-1540

**COMPLETE THIS SECTION ON DELIVERY**

A. Signature



☐ Agent

☐ Addressee

B. Received by (Printed Name)

C. Date of Delivery

2-19-09

D. Is delivery address different from item 1? ☐ Yes

If YES, enter delivery address below: ☐ No

3. Service Type

☒ Certified Mail

☐ Express Mail

☐ Registered

☐ Return Receipt for Merchandise

☐ Insured Mail

☐ C.O.D.

4. Restricted Delivery? (Extra Fee)

☐ Yes

# MEWBOURNE OIL COMPANY

500 W. TEXAS, SUITE 1020  
MIDLAND, TEXAS 79701

(432) 682-3715  
FAX (432) 685-4170

February 17, 2009

Via Certified Mail – Return Receipt No. 3954

Norman L. Stevens, Jr.  
Revocable Trust  
P.O. Box 1  
Hondo, New Mexico 88336-0001

Re: Hackberry Hills "1" Federal No. 1  
1650' FNL & 990" FWL  
Section 1, T22S, R25E  
Eddy County, New Mexico

Gentlemen:

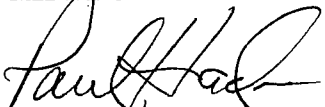
Mewbourne Oil Company as Operator hereby proposes to drill the subject well at the referenced location to a depth sufficient to evaluate the Morrow formation, estimated total depth being 12,000 feet beneath the surface. Lots 5-12 (N/2 equivalent) which comprises 344.34 acres will be dedicated to the well. Enclosed for your consideration regarding the proposed well is our AFE dated July 16, 2008.

In reference to the above, title examination indicates Norman L. Stevens Revocable Trust ("the Trust") owns a 2.4981% leasehold interest as to depths from the surface to a depth of 10,600 feet beneath the surface (see copy of our Original Drilling Title Opinion dated February 16, 2009 enclosed). In the event the Trust elects to participate in the proposed well, Mewbourne proposes to allocate costs as to the difference in ownership as to rights from the surface to 10,600 feet and the ownership difference in the rights below 10,600 feet pursuant to proposed Article XV.D. as set forth in the attached copy of Article XV.D.

In the event the Trust elects to participate in the proposed well, please have the enclosed AFE signed and returned to me within 30 days. Upon receipt of same, I will forward you our Operating Agreement for signature.

Sincerely yours,

MEWBOURNE OIL COMPANY



D. Paul Haden  
Senior Landman

DPH/tgm

# MEWBOURNE OIL COMPANY

500 W. TEXAS, SUITE 1020  
MIDLAND, TEXAS 79701

(432) 682-3715  
FAX (432) 685-4170

March 23, 2009

Nielson Enterprises, Inc.  
P.O. Box 3010  
Cody, Wyoming 82414-5915

Re: Hackberry Hills "1" Federal No. 1  
N/2 Section 1, T22S, R25E  
Eddy County, New Mexico

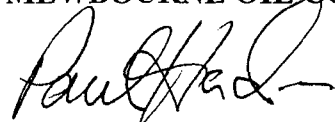
Gentlemen:

Enclosed for your further handling is a revised Exhibit "A" to the Operating Agreement dated October 1, 2008 for the captioned land and well. The depth limitation in Contract Area B has been revised to include depths below 10,600 feet in lieu of 10,000 feet. Also, Marathon Oil Company has been deleted from the ownership in Contract Area A as Mewbourne acquired Marathon's interest.

Regarding the above, please substitute the enclosed revised Exhibit "A" with Exhibit "A" which is currently in your possession.

Sincerely yours,

MEWBOURNE OIL COMPANY



D. Paul Haden  
Senior Landman

DPH/gb

Hackberry Hills 1 Fed 41

**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: ✓

**Nielson Enterprises, Inc.  
P.O. Box 3010  
Cody, Wyoming 82414-5915**

**COMPLETE THIS SECTION ON DELIVERY**

A. Signature

x *Chu Rosencrance*

☒ Agent

☐ Addressee

B. Received by (Printed Name)

*Cher Rosencrance*

C. Date of Delivery

*3-9-09*

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

3. Service Type

☒ Certified Mail

☐ Express Mail

☐ Registered

☐ Return Receipt for Merchandise

☐ Insured Mail

☐ C.O.D.

4. Restricted Delivery? (Extra Fee)

☐ Yes

2. Article Number

(Transfer from service label)

7005 2570 0001 0978 7019

PS Form 3811, February 2004

Domestic Return Receipt

102595-02-M-1540



# MEWBOURNE OIL COMPANY

500 W. TEXAS, SUITE 1020  
MIDLAND, TEXAS 79701

(432) 682-3715  
FAX (432) 685-4170

March 4, 2009

Via Certified Mail-Return Receipt No. 7019

Nielson Enterprises, Inc.  
P.O. Box 3010  
Cody, Wyoming 82414-5915

Re: Hackberry Hills "1" Federal No. 1  
Lots 5-12 (N/2 equivalent)  
Section 1, T22S, R25E  
Eddy County, New Mexico

Gentlemen:

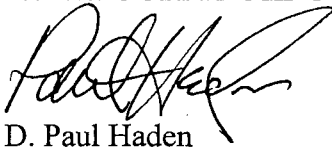
Enclosed for your further handling is our revised Operating Agreement dated October 1, 2008 covering the captioned land and extra signature pages. You will note that we split the captioned land into Contract Area A and B as ownership is different as to different depths. We also added Paragraph F. in Article XVI. to compensate for expenses incurred as to the difference in ownership as to depths.

In reference to the above, please have the enclosed Operating Agreement and extra set of signature pages executed and return only the executed extra signature pages to me at your earliest convenience. Upon our receipt of the executed signature pages, we will dismiss you from the Compulsory Pooling Hearing currently scheduled to be heard March 31, 2009 at an Examiner's Hearing in Santa Fe.

Please call should you have any questions regarding the above.

Sincerely yours,

MEWBOURNE OIL COMPANY



D. Paul Haden  
Senior Landman

DPH/gb

Hickory Hills #1

**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:

**Nielson Enterprises, Inc.  
c/o Tex-Ok Energy Limited  
Partnership  
P.O. Box 3010  
Cody, Wyoming 82414-5915**

**COMPLETE THIS SECTION ON DELIVERY**

A. Signature

*[Handwritten Signature]*

☐ Agent

☐ Addressee

B. Received by (Printed Name)

*[Handwritten: JERRY ADAMS]*

C. Date of Delivery

*[Handwritten: 2/20/09]*

D. Is delivery address different from item 1? ☐ Yes

If YES, enter delivery address below: ☐ No

3. Service Type

☒ Certified Mail

☐ Express Mail

☐ Registered

☐ Return Receipt for Merchandise

☐ Insured Mail

☐ C.O.D.

4. Restricted Delivery? (Extra Fee)

☐ Yes

2. Article Number

(Transfer from service label)

7003 3110 0002 5115 3947

PS Form 3811, February 2004

Domestic Return Receipt

102595-02-0000-1540

# MEWBOURNE OIL COMPANY

500 W. TEXAS, SUITE 1020  
MIDLAND, TEXAS 79701

(432) 682-3715  
FAX (432) 685-4170

February 17, 2009

Via Certified Mail – Return Receipt No. 3947

Nielson Enterprises, Inc.  
c/o Tex-Ok Energy Limited Partnership  
P.O. Box 3010  
Cody, Wyoming 82414-5915

Re: Hackberry Hills "1" Federal No. 1  
1650' FNL & 990" FWL  
Section 1, T22S, R25E  
Eddy County, New Mexico

Gentlemen:

Mewbourne Oil Company as Operator hereby proposes to drill the subject well at the referenced location to a depth sufficient to evaluate the Morrow formation, estimated total depth being 12,000 feet beneath the surface. Lots 5-12 (N/2 equivalent) which comprises 344.34 acres will be dedicated to the well. Enclosed for your consideration regarding the proposed well is our AFE dated July 16, 2008.

In reference to the above, title examination indicates Nielson Enterprises, Inc. owns a 1.9365% leasehold interest as to depths from the surface to a depth of 10,600 feet beneath the surface (see copy of our Original Drilling Title Opinion dated February 16, 2009 enclosed). In the event Nielson Enterprises, Inc. elects to participate in the proposed well, Mewbourne proposes to allocate costs as to the difference in ownership as to rights from the surface to 10,600 feet and the ownership difference in the rights below 10,600 feet pursuant to proposed Article XV.D. as set forth in the attached copy of Article XV.D.

In the event Nielson Enterprises, Inc. elects to participate in the proposed well, please have the enclosed AFE signed and returned to me within 30 days. Upon receipt of same, I will forward you our Operating Agreement for signature.

Sincerely yours,

MEWBOURNE OIL COMPANY



D. Paul Haden  
Senior Landman

DPH/tgm

# MEWBOURNE OIL COMPANY

500 W. TEXAS, SUITE 1020  
MIDLAND, TEXAS 79701

(432) 682-3715  
FAX (432) 685-4170

March 23, 2009

Estate of Paul R. Ray  
1801 Eldridge St.  
Fort Worth, Texas 76107

Re: Hackberry Hills "1" Federal No. 1  
N/2 Section 1, T22S, R25E  
Eddy County, New Mexico

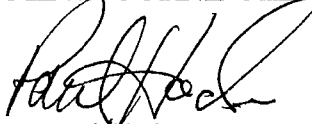
Dear Ms. Ray:

Enclosed for your further handling is a revised Exhibit "A" to the Operating Agreement dated October 1, 2008 for the captioned land and well. The depth limitation in Contract Area B has been revised to include depths below 10,600 feet in lieu of 10,000 feet. Also, Marathon Oil Company has been deleted from the ownership in Contract Area A as Mewbourne acquired Marathon's interest.

Regarding the above, please substitute the enclosed revised Exhibit "A" with Exhibit "A" which is currently in your possession.

Sincerely yours,

MEWBOURNE OIL COMPANY



D. Paul Haden  
Senior Landman

DPH/gb

# MEWBOURNE OIL COMPANY

500 W. TEXAS, SUITE 1020  
MIDLAND, TEXAS 79701

(432) 682-3715  
FAX (432) 685-4170

March 11, 2009

Estate of Paul R. Ray, Deceased  
c/o Shannon Ray  
1320 S. University Dr., Suite 400  
Fort Worth, Texas 76107

Re: MOC's Hackberry Hills "1" Federal No. 1  
N/2 of Section 1, T22S, R25E  
Eddy County, New Mexico

Dear Mrs. Ray:

Reference is made to Mrs. Linda Howarth's letter dated March 9, 2009 (see copy enclosed) regarding your husband's interest in the captioned land. Paul R. Ray owned a .4841% interest (1.6630 net acres) in the captioned land which comprises 343.54 acres, more or less. As to such interest, he owned rights from the surface to a depth of 10,600 feet beneath the surface.

Regarding the above, Mewbourne Oil Company (Mewbourne) hereby offers to purchase the above referenced interest on the basis of \$300 per net acre (\$498.92 cash). This offer is available for acceptance for a period ending March 27, 2009 with such offer being further subject to Mewbourne's approval of title and a form of assignment acceptable to Mewbourne.

If the above offer is acceptable, please sign and return the copy of this letter to me prior to the above referenced deadline date.

Sincerely yours,

MEWBOURNE OIL COMPANY



D. Paul Haden  
Senior Landman

DPH/gb

The undersigned accepts the above offer this \_\_\_\_\_ day of March, 2009.

**THE ESTATE OF PAUL R. RAY, DECEASED**

By: \_\_\_\_\_

Name typed or printed: \_\_\_\_\_

Tax I.D. No.: \_\_\_\_\_

**ESTATE OF PAUL R. RAY, DECEASED**

c/o Shannon Ray  
1320 S. University Dr., Suite 400  
Fort Worth, TX 76107

March 9, 2009

TO ALL PARTIES ON ATTACHED ADDRESS LIST:

Reference is made to proposed Joint Operating Agreement dated October 1, 2008 between Mewbourne Oil Company, Operator, and Occidental Permian Limited Partnership, et al, as Non-Operators covering 343.54 acres in Eddy County, New Mexico.

One of the owners listed on Exhibit "A" of the Agreement, Paul R. Ray, is deceased. His Estate is interested in selling all interests owned by the Estate.

Enclosed is a worksheet of properties owned by the Estate. If you have an interest in pursuing a purchase of any of these properties, as well as the lands covered by this current Agreement, please contact Mrs. Shannon Ray at 817-335-1216 or by e-mail to [syr@youngoil.com](mailto:syr@youngoil.com).

Thank you.

Very truly yours,

  
(Mrs.) Linda Howarth

/lph  
Attachments

/corr/ray, paul.doc

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Mewbourne Oil Company  
P.O. Box 7698  
Tyler, Texas 75711

Occidental Permian Limited Partnership  
P.O. Box 4294  
Houston, Texas 77210

CBR Oil Properties, LLC  
400 Penn Plaza, Suite 1000  
Roswell, New Mexico 88201

Estate of Stanley R. Tyler  
c/o James Tyler  
2100 Park St.  
Muskegon Heights, MI 49444

Sacramento Partners Limited Partnership  
and Sharbro Oil Ltd., Co.  
105 South 4<sup>th</sup> Street  
Artesia, New Mexico 88210

Norman L. Stevens, Jr. Trustee of the  
Norman L. Stevens, Jr. Revocable Trust  
P.O. Box 1  
Hondo, New Mexico 88336-0001

Nielson Enterprises, Inc.  
P.O. Box 3010  
Cody, Wyoming 82414-5915

Marathon Oil Company  
P.O. Box 3487  
Houston, Texas 77253

McCombs Energy, LLC  
5599 San Felipe, Suite 1200  
Houston, Texas 77056

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**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:

**Paul R. Ray  
1801 Eldridge St.  
Fort Worth, Texas 76107**

**COMPLETE THIS SECTION ON DELIVERY**

A. Signature

X *Christa Taylor*

☐ Agent

☐ Addressee

B. Received by (Printed Name)

C. Date of Delivery

3/2/04

D. Is delivery address different from item 1? ☐ Yes

If YES, enter delivery address below: ☐ No

3. Service Type

☒ Certified Mail

☐ Express Mail

☐ Registered

☐ Return Receipt for Merchandise

☐ Insured Mail

☐ C.O.D.

4. Restricted Delivery? (Extra Fee)

☐ Yes

Article Number

(Transfer from service label)

7005 2570 0001 0978 7033

Form 3811, February 2004

Domestic Return Receipt

102595-02-M-1540



# MEWBOURNE OIL COMPANY

500 W. TEXAS, SUITE 1020  
MIDLAND, TEXAS 79701

(432) 682-3715  
FAX (432) 685-4170

March 4, 2009

Via Certified Mail-Return Receipt No. 7033

Paul R. Ray  
1801 Eldridge St.  
Fort Worth, Texas 76107

Re: Hackberry Hills "1" Federal No. 1  
Lots 5-12 (N/2 equivalent)  
Section 1, T22S, R25E  
Eddy County, New Mexico

Dear Mr. Ray:

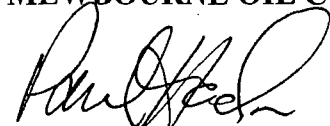
Enclosed for your further handling is our revised Operating Agreement dated October 1, 2008 covering the captioned land and extra signature pages. You will note that we split the captioned land into Contract Area A and B as ownership is different as to different depths. We also added Paragraph F. in Article XVI. to compensate for expenses incurred as to the difference in ownership as to depths.

In reference to the above, please have the enclosed Operating Agreement and extra set of signature pages executed and return only the executed extra signature pages to me at your earliest convenience. Upon our receipt of the executed signature pages, we will dismiss you from the Compulsory Pooling Hearing currently scheduled to be heard March 31, 2009 at an Examiner's Hearing in Santa Fe.

Please call should you have any questions regarding the above.

Sincerely yours,

MEWBOURNE OIL COMPANY



D. Paul Haden  
Senior Landman

DPH/gb

Hackberry Hill, TX

**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:

**Paul R. Ray  
1801 Eldridge St.  
Fort Worth, Texas 76107**

2. Article Number  
(Transfer from service label)

7003 3110 0002 5115 4128

**COMPLETE THIS SECTION ON DELIVERY**

A. Signature

X

*Ray*

☐ Agent

☐ Addressee

B. Received by (Printed Name)

C. Date of Delivery

*2/19*

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

3. Service Type

☒ Certified Mail

☐ Express Mail

☐ Registered

☐ Return Receipt for Merchandise

☐ Insured Mail

☐ C.O.D.

4. Restricted Delivery? (Extra Fee)

☐ Yes

# MEWBOURNE OIL COMPANY

500 W. TEXAS, SUITE 1020  
MIDLAND, TEXAS 79701

(432) 682-3715  
FAX (432) 685-4170

February 17, 2009

Via Certified Mail – Return Receipt No. 4128

Paul R. Ray  
1801 Eldridge St.  
Fort Worth, Texas 76107

Re: Hackberry Hills "1" Federal No. 1  
1650' FNL & 990" FWL  
Section 1, T22S, R25E  
Eddy County, New Mexico

Dear Mr. Ray:

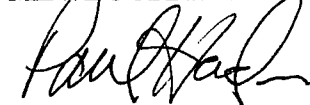
Mewbourne Oil Company as Operator hereby proposes to drill the subject well at the referenced location to a depth sufficient to evaluate the Morrow formation, estimated total depth being 12,000 feet beneath the surface. Lots 5-12 (N/2 equivalent) which comprises 344.34 acres will be dedicated to the well. Enclosed for your consideration regarding the proposed well is our AFE dated July 16, 2008.

In reference to the above, title examination indicate you own a .4841% leasehold interest as to depths from the surface to a depth of 10,600 feet beneath the surface (see copy of our Original Drilling Title Opinion dated February 16, 2009 enclosed). In the event you elect to participate in the proposed well, Mewbourne proposes to allocate costs as to the difference in ownership as to rights from the surface to 10,600 feet and the ownership difference in the rights below 10,600 feet pursuant to proposed Article XV.D. as set forth in the attached copy of Article XV.D.

In the event you elect to participate in the proposed well, please have the enclosed AFE signed and returned to me within 30 days. Upon receipt of same, I will forward you our Operating Agreement for signature.

Sincerely yours,

MEWBOURNE OIL COMPANY



D. Paul Haden  
Senior Landman

DPH/tgm