





InterCoast Oil and Gas Company  
7130 South Lewis Avenue  
Suite 700  
Tulsa, Oklahoma 74136  
918 488-8283 Telephone  
918 488-8182 Fax

June 17, 1996

Kerr McGee Corp.  
P. O. Box 25861  
Oklahoma City, OK 73102

NEW MEXICO  
OIL CONSERVATION DIVISION

RE: Farmout Request  
E/2 Section 20-20S-28E  
Eddy County, NM  
IC's Angell Prospect

EXHIBIT 2A  
CASE NO. 11666

Gentlemen:

InterCoast Oil and Gas Company (formerly named Medallion Production Company) is interested in the drilling of a well to be located in the NE/4 of Section 20-20S-28E, Eddy County, New Mexico. InterCoast proposes that the test well be drilled to a depth of approximately 11,250' in order to sufficiently test the Morrow Sand formation. Dry hole costs are estimated to be \$405,000, with total completed well costs estimated at \$697,000.

In connection with the test well, InterCoast proposes that Kerr McGee grant us a farmout under the following terms:

1. On or before 120 days following the execution date of a definitive agreement, InterCoast would commence or cause the commencement of an 11,250' Morrow Sand test at a location 990' FNL and 990' FEL of Section 20-20S-28E, Eddy County, New Mexico.
2. In the event the test well results in a well capable of producing in commercial quantities, InterCoast would earn an assignment of Kerr McGee's interest from the surface of the earth to the total depth drilled in the test well.
3. Kerr McGee would reserve in such assignment a 1/8th of 8/8ths overriding royalty interest which would absorb all burdens in excess of the usual 1/8th royalty, and would be proportionately reduced to the interest being assigned.

Kerr McGee Corp.  
June 17, 1996  
Page 2

Should you have any questions regarding this proposal,  
please contact me at 491-4176.

Very truly yours,

A handwritten signature in cursive script that reads "Rock A. Quinn". The signature is written in dark ink and is positioned directly below the typed name.

Rock A. Quinn  
Senior Landman

RAQ:rkw

angelpro



InterCoast Oil and Gas Company  
7130 South Lewis Avenue  
Suite 700  
Tulsa, Oklahoma 74136  
918 488-8283 Telephone  
918 488-8182 Fax

June 17, 1996

Claremont Corp.  
P. O. Box 549  
Claremont, OK 74017

RE: Farmout Request  
E/2 Section 20-20S-28E  
Eddy County, NM  
IC's Angell Prospect

Gentlemen:

InterCoast Oil and Gas Company (formerly named Medallion Production Company) is interested in the drilling of a well to be located in the NE/4 of Section 20-20S-28E, Eddy County, New Mexico. InterCoast proposes that the test well be drilled to a depth of approximately 11,250' in order to sufficiently test the Morrow Sand formation. Dry hole costs are estimated to be \$405,000, with total completed well costs estimated at \$697,000.

In connection with the test well, InterCoast proposes that Claremont grant us a farmout under the following terms:

1. On or before 120 days following the execution date of a definitive agreement, InterCoast would commence or cause the commencement of an 11,250' Morrow Sand test at a location 990' FNL and 990' FEL of Section 20-20S-28E, Eddy County, New Mexico.
2. In the event the test well results in a well capable of producing in commercial quantities, InterCoast would earn an assignment of Claremont's interest from the surface of the earth to the total depth drilled in the test well.
3. Claremont would reserve in such assignment a 1/8th of 8/8ths overriding royalty interest which would absorb all burdens in excess of the usual 1/8th royalty, and would be proportionately reduced to the interest being assigned.

Claremont Corp.  
June 17, 1996  
Page 2

Should you have any questions regarding this proposal,  
please contact me at 491-4176.

Very truly yours,

A handwritten signature in cursive script that reads "Rock A. Quinn". The signature is written in dark ink and is positioned directly below the typed name.

Rock A. Quinn  
Senior Landman

RAQ:rkw

angelpro



InterCoast Oil and Gas Company  
7130 South Lewis Avenue  
Suite 700  
Tulsa, Oklahoma 74136  
918 488-8283 Telephone  
918 488-8182 Fax

June 17, 1996

Pennzoil Corp.  
P. O. Box 2967  
Houston, TX 77252

RE: Farmout Request  
E/2 Section 20-20S-28E  
Eddy County, NM  
IC's Angell Prospect

Gentlemen:

InterCoast Oil and Gas Company (formerly named Medallion Production Company) is interested in the drilling of a well to be located in the NE/4 of Section 20-20S-28E, Eddy County, New Mexico. InterCoast proposes that the test well be drilled to a depth of approximately 11,250' in order to sufficiently test the Morrow Sand formation. Dry hole costs are estimated to be \$405,000, with total completed well costs estimated at \$697,000.

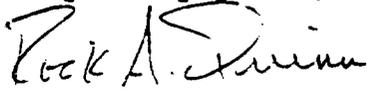
In connection with the test well, InterCoast proposes that Pennzoil grant us a farmout under the following terms:

1. On or before 120 days following the execution date of a definitive agreement, InterCoast would commence or cause the commencement of an 11,250' Morrow Sand test at a location 990' FNL and 990' FEL of Section 20-20S-28E, Eddy County, New Mexico.
2. In the event the test well results in a well capable of producing in commercial quantities, InterCoast would earn an assignment of Pennzoil's interest from the surface of the earth to the total depth drilled in the test well.
3. Pennzoil would reserve in such assignment a 1/8th of 8/8ths overriding royalty interest which would absorb all burdens in excess of the usual 1/8th royalty, and would be proportionately reduced to the interest being assigned.

Pennzoil Corp.  
June 17, 1996  
Page 2

Should you have any questions regarding this proposal,  
please contact me at 491-4176.

Very truly yours,

A handwritten signature in cursive script that reads "Rock A. Quinn". The signature is written in dark ink and is positioned above the typed name.

Rock A. Quinn  
Senior Landman

RAQ:rkw

angelpro



InterCoast Oil and Gas Company  
7130 South Lewis Avenue  
Suite 700  
Tulsa, Oklahoma 74136  
918 488-8283 Telephone  
918 488-8182 Fax

August 26, 1996

Hayes Properties, Inc.  
P. O. Box 3700  
Midland, TX 79702

NEW MEXICO  
OIL CONSERVATION DIVISION

RE: Farmout Request  
N/2 Section 20-20S-28E  
Eddy County, NM  
IC's Angell Prospect

EXHIBIT 2B  
CASE NO. 11666

Gentlemen:

InterCoast Oil and Gas Company (formerly named Medallion Production Company) is interested in the drilling of a well to be located in the NE/4 of Section 20-20S-28E, Eddy County, New Mexico. InterCoast proposes that the test well be drilled to a depth of approximately 11,250' in order to sufficiently test the Morrow Sand formation. Dry hole costs are estimated to be \$405,000, with total completed well costs estimated at \$697,000.

In connection with the test well, InterCoast proposes that you grant us a farmout of your 50% interest under the following terms:

1. On or before 120 days following the execution date of a definitive agreement, InterCoast would commence or cause the commencement of an 11,250' Morrow Sand test at a location 990' FNL and 990' FEL of Section 20-20S-28E, Eddy County, New Mexico.
2. In the event the test well results in a well capable of producing in commercial quantities, InterCoast would earn an assignment of your interest from the surface of the earth to the total depth drilled in the test well.
3. You would reserve in such assignment a 1/8th of 8/8ths overriding royalty interest which would absorb all burdens in excess of the usual 1/8th royalty, and would be proportionately reduced to the interest being assigned.

Hayes Property, Inc.  
August 26, 1996  
Page 2

Should you have any questions regarding this proposal,  
please contact me at 491-4176.

Very truly yours,



Rock A. Quinn  
Senior Landman

RAQ:rkw

hayespro



InterCoast Oil and Gas Company  
7130 South Lewis Avenue  
Suite 700  
Tulsa, Oklahoma 74136  
918 488-8283 Telephone  
918 488-8182 Fax

August 30, 1996

Yates Petroleum Corp.  
105 S. 4th St.  
Artesia, NM 87196

RE: Farmout Request  
Section 20-20S-28E  
Eddy County, NM  
IOGC's Angell Prospect

Gentlemen:

InterCoast Oil and Gas Company (formerly named Medallion Production Company) is interested in the drilling of a well to be located in the NE/4 of Section 20-20S-28E, Eddy County, New Mexico. InterCoast proposes that the test well be drilled to a depth of approximately 11,250' in order to sufficiently test the Morrow Sand formation. Dry hole costs are estimated to be \$405,000, with total completed well costs estimated at \$697,000.

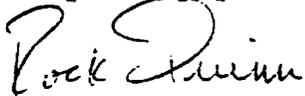
In connection with the test well, InterCoast proposes that you grant us a farmout of your contractual ownership in that certain Stonewall Unit Operating Agreement dated 11/1/73 under the following terms:

1. On or before 120 days following the execution date of a definitive agreement, InterCoast would commence or cause the commencement of an 11,250' Morrow Sand test at a location 990' FNL and 990' FEL of Section 20-20S-28E, Eddy County, New Mexico.
2. In the event the test well results in a well capable of producing in commercial quantities, InterCoast would earn an assignment of your interest in the dedicated unit within Section 20 from the surface of the earth to the total depth drilled in the test well.
3. You would reserve in such assignment a 1/8th of 8/8ths overriding royalty interest which would absorb all burdens in excess of the usual 1/8th royalty, and would be proportionately reduced to the interest being assigned.

Yates Petroleum Corp.  
August 30, 1996  
Page 2

We would appreciate hearing your thoughts on this request at your earliest convenience. If you have any questions or would like to discuss this proposal, please contact me at 491-4176.

Very truly yours,

A handwritten signature in cursive script that reads "Rock A. Quinn".

Rock A. Quinn  
Senior Landman

RAQ:rkw

2anglpro



InterCoast Oil and Gas Company  
7130 South Lewis Avenue  
Suite 700  
Tulsa, Oklahoma 74136  
918 488-8283 Telephone  
918 488-8182 Fax

August 30, 1996

Unit Petroleum Corporation  
7130 South Lewis  
Tulsa, OK 74136

RE: Farmout Request  
Section 20-20S-28E  
Eddy County, NM  
IOGC's Angell Prospect

NEW MEXICO  
OIL CONSERVATION DIVISION  
EXHIBIT 2C  
CASE NO. 11666

Gentlemen:

InterCoast Oil and Gas Company (formerly named Medallion Production Company) is interested in the drilling of a well to be located in the NE/4 of Section 20-20S-28E, Eddy County, New Mexico. InterCoast proposes that the test well be drilled to a depth of approximately 11,250' in order to sufficiently test the Morrow Sand formation. Dry hole costs are estimated to be \$405,000, with total completed well costs estimated at \$697,000.

In connection with the test well, InterCoast proposes that you grant us a farmout of your contractual ownership in that certain Stonewall Unit Operating Agreement dated 11/1/73 under the following terms:

1. On or before 120 days following the execution date of a definitive agreement, InterCoast would commence or cause the commencement of an 11,250' Morrow Sand test at a location 990' FNL and 990' FEL of Section 20-20S-28E, Eddy County, New Mexico.
2. In the event the test well results in a well capable of producing in commercial quantities, InterCoast would earn an assignment of your interest in the dedicated unit within Section 20 from the surface of the earth to the total depth drilled in the test well.
3. You would reserve in such assignment a 1/8th of 8/8ths overriding royalty interest which would absorb all burdens in excess of the usual 1/8th royalty, and would be proportionately reduced to the interest being assigned.

Unit Petroleum Corporation  
August 30, 1996  
Page 2

We would appreciate hearing your thoughts on this request at your earliest convenience. If you have any questions or would like to discuss this proposal, please contact me at 491-4176.

Very truly yours,



Rock A. Quinn  
Senior Landman

RAQ:rkw

2anglpro



InterCoast Oil and Gas Company  
7130 South Lewis Avenue  
Suite 700  
Tulsa, Oklahoma 74136  
918 488-8283 Telephone  
918 488-8182 Fax

August 30, 1996

Sanford J. Hodge, III  
4324 Honover  
Dallas, TX 75225

RE: Farmout Request  
Section 20-20S-28E  
Eddy County, NM  
IOGC's Angell Prospect

Dear Mr. Hodge:

InterCoast Oil and Gas Company (formerly named Medallion Production Company) is interested in the drilling of a well to be located in the NE/4 of Section 20-20S-28E, Eddy County, New Mexico. InterCoast proposes that the test well be drilled to a depth of approximately 11,250' in order to sufficiently test the Morrow Sand formation. Dry hole costs are estimated to be \$405,000, with total completed well costs estimated at \$697,000.

In connection with the test well, InterCoast proposes that you grant us a farmout of your contractual ownership in that certain Stonewall Unit Operating Agreement dated 11/1/73 under the following terms:

1. On or before 120 days following the execution date of a definitive agreement, InterCoast would commence or cause the commencement of an 11,250' Morrow Sand test at a location 990' FNL and 990' FEL of Section 20-20S-28E, Eddy County, New Mexico.
2. In the event the test well results in a well capable of producing in commercial quantities, InterCoast would earn an assignment of your interest in the dedicated unit within Section 20 from the surface of the earth to the total depth drilled in the test well.
3. You would reserve in such assignment a 1/8th of 8/8ths overriding royalty interest which would absorb all burdens in excess of the usual 1/8th royalty, and would be proportionately reduced to the interest being assigned.

Sanford J. Hody, III  
August 30, 1996  
Page 2

We would appreciate hearing your thoughts on this request at your earliest convenience. If you have any questions or would like to discuss this proposal, please contact me at 491-4176.

Very truly yours,



Rock A. Quinn  
Senior Landman

RAQ:rkw



InterCoast Oil and Gas Company  
7130 South Lewis Avenue  
Suite 700  
Tulsa, Oklahoma 74136  
918 488-8283 Telephone  
918 488-8182 Fax

August 30, 1996

Space Building Corporation  
250 Cape Highway, Route 44  
East Taunton, MA 02713

RE: Farmout Request  
Section 20-20S-28E  
Eddy County, NM  
IOGC's Angell Prospect

Gentlemen:

InterCoast Oil and Gas Company (formerly named Medallion Production Company) is interested in the drilling of a well to be located in the NE/4 of Section 20-20S-28E, Eddy County, New Mexico. InterCoast proposes that the test well be drilled to a depth of approximately 11,250' in order to sufficiently test the Morrow Sand formation. Dry hole costs are estimated to be \$405,000, with total completed well costs estimated at \$697,000.

In connection with the test well, InterCoast proposes that you grant us a farmout of your contractual ownership in that certain Stonewall Unit Operating Agreement dated 11/1/73 under the following terms:

1. On or before 120 days following the execution date of a definitive agreement, InterCoast would commence or cause the commencement of an 11,250' Morrow Sand test at a location 990' FNL and 990' FEL of Section 20-20S-28E, Eddy County, New Mexico.
2. In the event the test well results in a well capable of producing in commercial quantities, InterCoast would earn an assignment of your interest in the dedicated unit within Section 20 from the surface of the earth to the total depth drilled in the test well.
3. You would reserve in such assignment a 1/8th of 8/8ths overriding royalty interest which would absorb all burdens in excess of the usual 1/8th royalty, and would be proportionately reduced to the interest being assigned.

Space Building Corporation  
August 30, 1996  
Page 2

We would appreciate hearing your thoughts on this request at your earliest convenience. If you have any questions or would like to discuss this proposal, please contact me at 491-4176.

Very truly yours,



Rock A. Quinn  
Senior Landman

RAQ:rkw

2anqipro



InterCoast Oil and Gas Company  
7130 South Lewis Avenue  
Suite 700  
Tulsa, Oklahoma 74136  
918 488-8283 Telephone  
918 488-8182 Fax

August 30, 1996

Ernie Bello  
3325 Ala Akulikuli  
Honolulu, Hawaii 96818-2215

RE: Farmout Request  
Section 20-20S-28E  
Eddy County, NM  
IOGC's Angell Prospect

Dear Mr. Bello:

InterCoast Oil and Gas Company (formerly named Medallion Production Company) is interested in the drilling of a well to be located in the NE/4 of Section 20-20S-28E, Eddy County, New Mexico. InterCoast proposes that the test well be drilled to a depth of approximately 11,250' in order to sufficiently test the Morrow Sand formation. Dry hole costs are estimated to be \$405,000, with total completed well costs estimated at \$697,000.

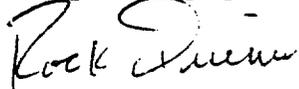
In connection with the test well, InterCoast proposes that you grant us a farmout of your contractual ownership in that certain Stonewall Unit Operating Agreement dated 11/1/73 under the following terms:

1. On or before 120 days following the execution date of a definitive agreement, InterCoast would commence or cause the commencement of an 11,250' Morrow Sand test at a location 990' FNL and 990' FEL of Section 20-20S-28E, Eddy County, New Mexico.
2. In the event the test well results in a well capable of producing in commercial quantities, InterCoast would earn an assignment of your interest in the dedicated unit within Section 20 from the surface of the earth to the total depth drilled in the test well.
3. You would reserve in such assignment a 1/8th of 8/8ths overriding royalty interest which would absorb all burdens in excess of the usual 1/8th royalty, and would be proportionately reduced to the interest being assigned.

Ernie Bello  
August 30, 1996  
Page 2

We would appreciate hearing your thoughts on this request at your earliest convenience. If you have any questions or would like to discuss this proposal, please contact me at 491-4176.

Very truly yours,



Rock A. Quinn  
Senior Landman

RAQ:rkw



InterCoast Oil and Gas Company  
7130 South Lewis Avenue  
Suite 700  
Tulsa, Oklahoma 74136  
918 488-8283 Telephone  
918 488-8182 Fax

August 30, 1996

Frederick Van Vranken  
Cedar Swamp Road, Box 264  
Jericho, NY 11753

RE: Farmout Request  
Section 20-20S-28E  
Eddy County, NM  
IOGC's Angell Prospect

Dear Mr. Van Vranken:

InterCoast Oil and Gas Company (formerly named Medallion Production Company) is interested in the drilling of a well to be located in the NE/4 of Section 20-20S-28E, Eddy County, New Mexico. InterCoast proposes that the test well be drilled to a depth of approximately 11,250' in order to sufficiently test the Morrow Sand formation. Dry hole costs are estimated to be \$405,000, with total completed well costs estimated at \$697,000.

In connection with the test well, InterCoast proposes that you grant us a farmout of your contractual ownership in that certain Stonewall Unit Operating Agreement dated 11/1/73 under the following terms:

1. On or before 120 days following the execution date of a definitive agreement, InterCoast would commence or cause the commencement of an 11,250' Morrow Sand test at a location 990' FNL and 990' FEL of Section 20-20S-28E, Eddy County, New Mexico.
2. In the event the test well results in a well capable of producing in commercial quantities, InterCoast would earn an assignment of your interest in the dedicated unit within Section 20 from the surface of the earth to the total depth drilled in the test well.
3. You would reserve in such assignment a 1/8th of 8/8ths overriding royalty interest which would absorb all burdens in excess of the usual 1/8th royalty, and would be proportionately reduced to the interest being assigned.

Frederick Van Blanken  
August 30, 1996  
Page 2

We would appreciate hearing your thoughts on this request at your earliest convenience. If you have any questions or would like to discuss this proposal, please contact me at 491-4176.

Very truly yours,

A handwritten signature in cursive script that reads "Rock A. Quinn". The signature is written in dark ink and is positioned above the typed name.

Rock A. Quinn  
Senior Landman

RAQ:rkw

2anglpro



InterCoast Oil and Gas Company  
7130 South Lewis Avenue  
Suite 700  
Tulsa, Oklahoma 74136  
918 488-8283 Telephone  
918 488-8182 Fax

August 30, 1996

Edward R. Hudson, Jr. and Ann F. Hudson  
616 Texas St.  
Ft. Worth, TX 76102

RE: Farmout Request  
Section 20-20S-28E  
Eddy County, NM  
IOGC's Angell Prospect

Dear Mr. and Mrs. Hudson:

InterCoast Oil and Gas Company (formerly named Medallion Production Company) is interested in the drilling of a well to be located in the NE/4 of Section 20-20S-28E, Eddy County, New Mexico. InterCoast proposes that the test well be drilled to a depth of approximately 11,250' in order to sufficiently test the Morrow Sand formation. Dry hole costs are estimated to be \$405,000, with total completed well costs estimated at \$697,000.

In connection with the test well, InterCoast proposes that you grant us a farmout of your contractual ownership in that certain Stonewall Unit Operating Agreement dated 11/1/73 under the following terms:

1. On or before 120 days following the execution date of a definitive agreement, InterCoast would commence or cause the commencement of an 11,250' Morrow Sand test at a location 990' FNL and 990' FEL of Section 20-20S-28E, Eddy County, New Mexico.
2. In the event the test well results in a well capable of producing in commercial quantities, InterCoast would earn an assignment of your interest in the dedicated unit within Section 20 from the surface of the earth to the total depth drilled in the test well.
3. You would reserve in such assignment a 1/8th of 8/8ths overriding royalty interest which would absorb all burdens in excess of the usual 1/8th royalty, and would be proportionately reduced to the interest being assigned.

Edward R. Hudson, Jr. and Ann F. Hudson  
August 30, 1996  
Page 2

We would appreciate hearing your thoughts on this request at your earliest convenience. If you have any questions or would like to discuss this proposal, please contact me at 491-4176.

Very truly yours,

A handwritten signature in cursive script that reads "Rock A. Quinn". The signature is written in dark ink and is positioned above the typed name.

Rock A. Quinn  
Senior Landman

RAQ:rkw



InterCoast Oil and Gas Company  
7130 South Lewis Avenue  
Suite 700  
Tulsa, Oklahoma 74136  
918 488-8283 Telephone  
918 488-8182 Fax

August 30, 1996

Karen V. Martin and William H. Martin,  
Trustees of the Martin Living Trust  
400 West Illinois, Suite 1100  
Midland, TX 79701

RE: Farmout Request  
Section 20-20S-28E  
Eddy County, NM  
IOGC's Angell Prospect

Dear Mr. and Mrs. Martin:

InterCoast Oil and Gas Company (formerly named Medallion Production Company) is interested in the drilling of a well to be located in the NE/4 of Section 20-20S-28E, Eddy County, New Mexico. InterCoast proposes that the test well be drilled to a depth of approximately 11,250' in order to sufficiently test the Morrow Sand formation. Dry hole costs are estimated to be \$405,000, with total completed well costs estimated at \$697,000.

In connection with the test well, InterCoast proposes that you grant us a farmout of your contractual ownership in that certain Stonewall Unit Operating Agreement dated 11/1/73 under the following terms:

1. On or before 120 days following the execution date of a definitive agreement, InterCoast would commence or cause the commencement of an 11,250' Morrow Sand test at a location 990' FNL and 990' FEL of Section 20-20S-28E, Eddy County, New Mexico.
2. In the event the test well results in a well capable of producing in commercial quantities, InterCoast would earn an assignment of your interest in the dedicated unit within Section 20 from the surface of the earth to the total depth drilled in the test well.
3. You would reserve in such assignment a 1/8th of 8/8ths overriding royalty interest which would absorb all burdens in excess of the usual 1/8th royalty, and would be proportionately reduced to the interest being assigned.

Karen V. Martin and William H. Martin,  
Trustees of the Martin Living Trust  
August 30, 1996  
Page 2

We would appreciate hearing your thoughts on this request at your earliest convenience. If you have any questions or would like to discuss this proposal, please contact me at 491-4176.

Very truly yours,



Rock A. Quinn  
Senior Landman

RAQ:rkw



InterCoast Oil and Gas Company  
7130 South Lewis Avenue  
Suite 700  
Tulsa, Oklahoma 74136  
918 488-8283 Telephone  
918 488-8182 Fax

August 30, 1996

LAJ Corp.  
P. O. Box 10626  
Midland, TX 79702-7626

RE: Farmout Request  
Section 20-20S-28E  
Eddy County, NM  
IOGC's Angell Prospect

Gentlemen:

InterCoast Oil and Gas Company (formerly named Medallion Production Company) is interested in the drilling of a well to be located in the NE/4 of Section 20-20S-28E, Eddy County, New Mexico. InterCoast proposes that the test well be drilled to a depth of approximately 11,250' in order to sufficiently test the Morrow Sand formation. Dry hole costs are estimated to be \$405,000, with total completed well costs estimated at \$697,000.

In connection with the test well, InterCoast proposes that you grant us a farmout of your contractual ownership in that certain Stonewall Unit Operating Agreement dated 11/1/73 under the following terms:

1. On or before 120 days following the execution date of a definitive agreement, InterCoast would commence or cause the commencement of an 11,250' Morrow Sand test at a location 990' FNL and 990' FEL of Section 20-20S-28E, Eddy County, New Mexico.
2. In the event the test well results in a well capable of producing in commercial quantities, InterCoast would earn an assignment of your interest in the dedicated unit within Section 20 from the surface of the earth to the total depth drilled in the test well.
3. You would reserve in such assignment a 1/8th of 8/8ths overriding royalty interest which would absorb all burdens in excess of the usual 1/8th royalty, and would be proportionately reduced to the interest being assigned.

LAJ Corp.  
August 30, 1996  
Page 2

We would appreciate hearing your thoughts on this request at your earliest convenience. If you have any questions or would like to discuss this proposal, please contact me at 491-4176.

Very truly yours,



Rock A. Quinn  
Senior Landman

RAQ:rkw

2angipro



InterCoast Oil and Gas Company  
7130 South Lewis Avenue  
Suite 700  
Tulsa, Oklahoma 74136  
918 488-8283 Telephone  
918 488-8182 Fax

August 30, 1996

Brown Brothers Harriman Trust Company  
Trustee of the William B. Oliver  
Trust and Successor Trustee of the  
Agnes Cluth Oliver Trust  
2001 Ross Ave., Suite 1150  
Dallas, TX 75201

9/4:  
Robt. McKenzie  
214/979-6034

and Wm. B. Oliver.

RE: Farmout Request  
Section 20-20S-28E  
Eddy County, NM  
IOGC's Angell Prospect

Gentlemen:

InterCoast Oil and Gas Company (formerly named Medallion Production Company) is interested in the drilling of a well to be located in the NE/4 of Section 20-20S-28E, Eddy County, New Mexico. InterCoast proposes that the test well be drilled to a depth of approximately 11,250' in order to sufficiently test the Morrow Sand formation. Dry hole costs are estimated to be \$405,000, with total completed well costs estimated at \$697,000.

In connection with the test well, InterCoast proposes that you grant us a farmout of your contractual ownership in that certain Stonewall Unit Operating Agreement dated 11/1/73 under the following terms:

1. On or before 120 days following the execution date of a definitive agreement, InterCoast would commence or cause the commencement of an 11,250' Morrow Sand test at a location 990' FNL and 990' FEL of Section 20-20S-28E, Eddy County, New Mexico.
2. In the event the test well results in a well capable of producing in commercial quantities, InterCoast would earn an assignment of your interest in the dedicated unit within Section 20 from the surface of the earth to the total depth drilled in the test well.
3. You would reserve in such assignment a 1/8th of 8/8ths overriding royalty interest which would absorb all burdens in excess of the usual 1/8th

Brown Brothers Harriman Trust Company  
Trustee of the William B. Oliver  
Trust and Successor Trustee of the  
Agnes Cluth Oliver Trust  
August 30, 1996  
Page 2

royalty, and would be proportionately reduced to the  
interest being assigned.

We would appreciate hearing your thoughts on this request at  
your earliest convenience. If you have any questions or  
would like to discuss this proposal, please contact me at  
491-4176.

Very truly yours,



Rock A. Quinn  
Senior Landman

RAQ:rkw



InterCoast Oil and Gas Company  
7130 South Lewis Avenue  
Suite 700  
Tulsa, Oklahoma 74136  
918 488-8283 Telephone  
918 488-8182 Fax

August 30, 1996

Mary Hudson Ard  
4808 Westridge Ave.  
Ft. Worth, TX 76116

RE: Farmout Request  
Section 20-20S-28E  
Eddy County, NM  
IOGC's Angell Prospect

Dear Ms. Ard:

InterCoast Oil and Gas Company (formerly named Medallion Production Company) is interested in the drilling of a well to be located in the NE/4 of Section 20-20S-28E, Eddy County, New Mexico. InterCoast proposes that the test well be drilled to a depth of approximately 11,250' in order to sufficiently test the Morrow Sand formation. Dry hole costs are estimated to be \$405,000, with total completed well costs estimated at \$697,000.

In connection with the test well, InterCoast proposes that you grant us a farmout of your contractual ownership in that certain Stonewall Unit Operating Agreement dated 11/1/73 under the following terms:

1. On or before 120 days following the execution date of a definitive agreement, InterCoast would commence or cause the commencement of an 11,250' Morrow Sand test at a location 990' FNL and 990' FEL of Section 20-20S-28E, Eddy County, New Mexico.
2. In the event the test well results in a well capable of producing in commercial quantities, InterCoast would earn an assignment of your interest in the dedicated unit within Section 20 from the surface of the earth to the total depth drilled in the test well.
3. You would reserve in such assignment a 1/8th of 8/8ths overriding royalty interest which would absorb all burdens in excess of the usual 1/8th royalty, and would be proportionately reduced to the interest being assigned.

Mary Hudson Arc  
August 30, 1996  
Page 2

We would appreciate hearing your thoughts on this request at your earliest convenience. If you have any questions or would like to discuss this proposal, please contact me at 491-4176.

Very truly yours,



Rock A. Quinn  
Senior Landman

RAQ:rkw

2angipro



InterCoast Oil and Gas Company  
7130 South Lewis Avenue  
Suite 700  
Tulsa, Oklahoma 74136  
918 488-8283 Telephone  
918 488-8182 Fax

August 30, 1996

David Goodnow  
230 Ridgfield Road  
Wilton, CT 06897

RE: Farmout Request  
Section 20-20S-28E  
Eddy County, NM  
IOGC's Angell Prospect

Dear Mr. Goodnow:

InterCoast Oil and Gas Company (formerly named Medallion Production Company) is interested in the drilling of a well to be located in the NE/4 of Section 20-20S-28E, Eddy County, New Mexico. InterCoast proposes that the test well be drilled to a depth of approximately 11,250' in order to sufficiently test the Morrow Sand formation. Dry hole costs are estimated to be \$405,000, with total completed well costs estimated at \$697,000.

In connection with the test well, InterCoast proposes that you grant us a farmout of your contractual ownership in that certain Stonewall Unit Operating Agreement dated 11/1/73 under the following terms:

1. On or before 120 days following the execution date of a definitive agreement, InterCoast would commence or cause the commencement of an 11,250' Morrow Sand test at a location 990' FNL and 990' FEL of Section 20-20S-28E, Eddy County, New Mexico.
2. In the event the test well results in a well capable of producing in commercial quantities, InterCoast would earn an assignment of your interest in the dedicated unit within Section 20 from the surface of the earth to the total depth drilled in the test well.
3. You would reserve in such assignment a 1/8th of 8/8ths overriding royalty interest which would absorb all burdens in excess of the usual 1/8th royalty, and would be proportionately reduced to the interest being assigned.

David Goodnow  
August 30, 1996  
Page 2

We would appreciate hearing your thoughts on this request at your earliest convenience. If you have any questions or would like to discuss this proposal, please contact me at 491-4176.

Very truly yours,



Rock A. Quinn  
Senior Landman

RAQ:rkw

2anglpro



InterCoast Oil and Gas Company  
7130 South Lewis Avenue  
Suite 700  
Tulsa, Oklahoma 74136  
918 488-8283 Telephone  
918 488-8182 Fax

August 30, 1996

Edward H. Judson and  
Marilyn M. Judson  
400 West Illinois, Suite 1100  
Midland, TX 79701

RE: Farmout Request  
Section 20-20S-28E  
Eddy County, NM  
IOGC's Angell Prospect

Dear Mr. and Mrs. Judson:

InterCoast Oil and Gas Company (formerly named Medallion Production Company) is interested in the drilling of a well to be located in the NE/4 of Section 20-20S-28E, Eddy County, New Mexico. InterCoast proposes that the test well be drilled to a depth of approximately 11,250' in order to sufficiently test the Morrow Sand formation. Dry hole costs are estimated to be \$405,000, with total completed well costs estimated at \$697,000.

In connection with the test well, InterCoast proposes that you grant us a farmout of your contractual ownership in that certain Stonewall Unit Operating Agreement dated 11/1/73 under the following terms:

1. On or before 120 days following the execution date of a definitive agreement, InterCoast would commence or cause the commencement of an 11,250' Morrow Sand test at a location 990' FNL and 990' FEL of Section 20-20S-28E, Eddy County, New Mexico.
2. In the event the test well results in a well capable of producing in commercial quantities, InterCoast would earn an assignment of your interest in the dedicated unit within Section 20 from the surface of the earth to the total depth drilled in the test well.
3. You would reserve in such assignment a 1/8th of 8/8ths overriding royalty interest which would absorb all burdens in excess of the usual 1/8th royalty, and would be proportionately reduced to the interest being assigned.

Edward H. Judson and  
Marilyn M. Judson  
August 30, 1996  
Page 2

We would appreciate hearing your thoughts on this request at your earliest convenience. If you have any questions or would like to discuss this proposal, please contact me at 491-4176.

Very truly yours,



Rock A. Quinn  
Senior Landman

RAQ:rkw

2anqipro



InterCoast Oil and Gas Company  
7130 South Lewis Avenue  
Suite 700  
Tulsa, Oklahoma 74136  
918 488-8283 Telephone  
918 488-8182 Fax

August 30, 1996

William A. Hudson, II and  
Betty C. Hudson  
616 Texas St.  
Ft. Worth, TX 76102

RE: Farmout Request  
Section 20-20S-28E  
Eddy County, NM  
IOGC's Angell Prospect

Dear Mr. and Mrs. Hudson:

InterCoast Oil and Gas Company (formerly named Medallion Production Company) is interested in the drilling of a well to be located in the NE/4 of Section 20-20S-28E, Eddy County, New Mexico. InterCoast proposes that the test well be drilled to a depth of approximately 11,250' in order to sufficiently test the Morrow Sand formation. Dry hole costs are estimated to be \$405,000, with total completed well costs estimated at \$697,000.

In connection with the test well, InterCoast proposes that you grant us a farmout of your contractual ownership in that certain Stonewall Unit Operating Agreement dated 11/1/73 under the following terms:

1. On or before 120 days following the execution date of a definitive agreement, InterCoast would commence or cause the commencement of an 11,250' Morrow Sand test at a location 990' FNL and 990' FEL of Section 20-20S-28E, Eddy County, New Mexico.
2. In the event the test well results in a well capable of producing in commercial quantities, InterCoast would earn an assignment of your interest in the dedicated unit within Section 20 from the surface of the earth to the total depth drilled in the test well.
3. You would reserve in such assignment a 1/8th of 8/8ths overriding royalty interest which would absorb all burdens in excess of the usual 1/8th royalty, and would be proportionately reduced to the interest being assigned.

William A. Hudson, II and  
Betty C. Hudson  
August 30, 1996  
Page 2

We would appreciate hearing your thoughts on this request at your earliest convenience. If you have any questions or would like to discuss this proposal, please contact me at 491-4176.

Very truly yours,

A handwritten signature in cursive script that reads "Rock A. Quinn".

Rock A. Quinn  
Senior Landman

RAQ:rkw



# InterCoast Oil and Gas

InterCoast Oil and Gas Company  
7130 South Lewis Avenue  
Suite 700  
Tulsa, Oklahoma 74136  
918 488-8283 Telephone  
918 488-8182 Fax

August 30, 1996

Devon Energy Corporation  
20 North Broadway, Suite 1500  
Oklahoma City, OK 73102

RE: Farmout Request  
Section 20-20S-28E  
Eddy County, NM  
IOGC's Angell Prospect

Gentlemen:

InterCoast Oil and Gas Company (formerly named Medallion Production Company) is interested in the drilling of a well to be located in the NE/4 of Section 20-20S-28E, Eddy County, New Mexico. InterCoast proposes that the test well be drilled to a depth of approximately 11,250' in order to sufficiently test the Morrow Sand formation. Dry hole costs are estimated to be \$405,000, with total completed well costs estimated at \$697,000.

In connection with the test well, InterCoast proposes that you grant us a farmout of your contractual ownership in that certain Stonewall Unit Operating Agreement dated 11/1/73 under the following terms:

1. On or before 120 days following the execution date of a definitive agreement, InterCoast would commence or cause the commencement of an 11,250' Morrow Sand test at a location 990' FNL and 990' FEL of Section 20-20S-28E, Eddy County, New Mexico.
2. In the event the test well results in a well capable of producing in commercial quantities, InterCoast would earn an assignment of your interest in the dedicated unit within Section 20 from the surface of the earth to the total depth drilled in the test well.
3. You would reserve in such assignment a 1/8th of 8/8ths overriding royalty interest which would absorb all burdens in excess of the usual 1/8th royalty, and would be proportionately reduced to the interest being assigned.

Devon Energy Corporation  
August 30, 1996  
Page 2

We would appreciate hearing your thoughts on this request at your earliest convenience. If you have any questions or would like to discuss this proposal, please contact me at 491-4176.

Very truly yours,



Rock A. Quinn  
Senior Landman

RAQ:rkw

2anqlpro



InterCoast Oil and Gas Company  
7130 South Lewis Avenue  
Suite 700  
Tulsa, Oklahoma 74136  
918 488-8283 Telephone  
918 488-8182 Fax

August 30, 1996

Frances B. Bunn  
2493 Makiki Heights Drive  
Honolulu, Hawaii 96822

RE: Farmout Request  
Section 20-20S-28E  
Eddy County, NM  
IOGC's Angell Prospect

Dear Ms. Bunn:

InterCoast Oil and Gas Company (formerly named Medallion Production Company) is interested in the drilling of a well to be located in the NE/4 of Section 20-20S-28E, Eddy County, New Mexico. InterCoast proposes that the test well be drilled to a depth of approximately 11,250' in order to sufficiently test the Morrow Sand formation. Dry hole costs are estimated to be \$405,000, with total completed well costs estimated at \$697,000.

In connection with the test well, InterCoast proposes that you grant us a farmout of your contractual ownership in that certain Stonewall Unit Operating Agreement dated 11/1/73 under the following terms:

1. On or before 120 days following the execution date of a definitive agreement, InterCoast would commence or cause the commencement of an 11,250' Morrow Sand test at a location 990' FNL and 990' FEL of Section 20-20S-28E, Eddy County, New Mexico.
2. In the event the test well results in a well capable of producing in commercial quantities, InterCoast would earn an assignment of your interest in the dedicated unit within Section 20 from the surface of the earth to the total depth drilled in the test well.
3. You would reserve in such assignment a 1/8th of 8/8ths overriding royalty interest which would absorb all burdens in excess of the usual 1/8th royalty, and would be proportionately reduced to the interest being assigned.

Frances B. Bunn  
August 30, 1996  
Page 2

We would appreciate hearing your thoughts on this request at your earliest convenience. If you have any questions or would like to discuss this proposal, please contact me at 491-4176.

Very truly yours,



Rock A. Quinn  
Senior Landman

RAQ:rkw



*S&A to you*  
*JP*

InterCoast Oil and Gas Company  
7130 South Lewis Avenue  
Suite 700  
Tulsa, Oklahoma 74136  
918 488-8283 Telephone  
918 488-8182 Fax

*Stonewall Unit State Com 1*  
*to State 2*  
*to State 1*

August 30, 1996

Tipperary Oil & Gas Corporation  
633 17th St., Suite 1550  
Denver, CO 80202

RE: Farmout Request  
Section 20-20S-28E  
Eddy County, NM  
IOGC's Angell Prospect

Gentlemen:

InterCoast Oil and Gas Company (formerly named Medallion Production Company) is interested in the drilling of a well to be located in the NE/4 of Section 20-20S-28E, Eddy County, New Mexico. InterCoast proposes that the test well be drilled to a depth of approximately 11,250' in order to sufficiently test the Morrow Sand formation. Dry hole costs are estimated to be \$405,000, with total completed well costs estimated at \$697,000.

In connection with the test well, InterCoast proposes that you grant us a farmout of your contractual ownership in that certain Stonewall Unit Operating Agreement dated 11/1/73 under the following terms:

1. On or before 120 days following the execution date of a definitive agreement, InterCoast would commence or cause the commencement of an 11,250' Morrow Sand test at a location 990' FNL and 990' FEL of Section 20-20S-28E, Eddy County, New Mexico.
2. In the event the test well results in a well capable of producing in commercial quantities, InterCoast would earn an assignment of your interest in the dedicated unit within Section 20 from the surface of the earth to the total depth drilled in the test well.
3. You would reserve in such assignment a 1/8th of 8/8ths overriding royalty interest which would absorb all burdens in excess of the usual 1/8th royalty, and would be proportionately reduced to the interest being assigned.

Tipperary Oil & Gas Corporation  
August 30, 1996  
Page 2

We would appreciate hearing your thoughts on this request at your earliest convenience. If you have any questions or would like to discuss this proposal, please contact me at 491-4176.

Very truly yours,



Rock A. Quinn  
Senior Landman

RAQ:rkw

2anglpro



InterCoast Oil and Gas Company  
7130 South Lewis Avenue  
Suite 700  
Tulsa, Oklahoma 74136  
918 488-8283 Telephone  
918 488-8182 Fax

August 30, 1996

Tipperary Oil & Gas Corporation  
633 17th St., Suite 1550  
Denver, CO 80202

*Sold to Yates  
8/1/96  
-KB*

RE: Farmout Request  
Section 20-20S-28E  
Eddy County, NM  
IOGC's Angell Prospect

Gentlemen:

InterCoast Oil and Gas Company (formerly named Medallion Production Company) is interested in the drilling of a well to be located in the NE/4 of Section 20-20S-28E, Eddy County, New Mexico. InterCoast proposes that the test well be drilled to a depth of approximately 11,250' in order to sufficiently test the Morrow Sand formation. Dry hole costs are estimated to be \$405,000, with total completed well costs estimated at \$697,000.

In connection with the test well, InterCoast proposes that you grant us a farmout of your contractual ownership in that certain Stonewall Unit Operating Agreement dated 11/1/73 under the following terms:

1. On or before 120 days following the execution date of a definitive agreement, InterCoast would commence or cause the commencement of an 11,250' Morrow Sand test at a location 990' FNL and 990' FEL of Section 20-20S-28E, Eddy County, New Mexico.
2. In the event the test well results in a well capable of producing in commercial quantities, InterCoast would earn an assignment of your interest in the dedicated unit within Section 20 from the surface of the earth to the total depth drilled in the test well.
3. You would reserve in such assignment a 1/8th of 8/8ths overriding royalty interest which would absorb all burdens in excess of the usual 1/8th royalty, and would be proportionately reduced to the interest being assigned.

Tipperary Oil & Gas Corporation

August 30, 1996

Page 2

We would appreciate hearing your thoughts on this request at your earliest convenience. If you have any questions or would like to discuss this proposal, please contact me at 491-4176.

Very truly yours,



Rock A. Quinn  
Senior Landman

RAQ:rkw

2anglpro



InterCoast Oil and Gas Company  
7130 South Lewis Avenue  
Suite 700  
Tulsa, Oklahoma 74136  
918 488-8283 Telephone  
918 488-8182 Fax

October 1, 1996

Yates Petroleum Corp.  
105 South 4th Street  
Artesia, NM 87196

Attention: Ms Janet Richardson

RE: State of New Mexico #20-1  
Section 20-20S-28E  
Eddy County, New Mexico  
IOGC's Angell Ranch Prospect

Gentlemen:

Enclosed for your review and comments please find a copy of InterCoast Oil and Gas Company's proposed Operating Agreement covering the captioned unit.

Also enclosed are two (2) copies of our AFE for the drilling of the captioned well.

Should you desire to participate, please sign, date and return one (1) copy of the AFE together with any comments you may have in regard to our proposed Operating Agreement. At such time as the working interests are finalized and any comments reviewed, we will furnish each working interest owner with a signed copy of the Operating Agreement for their execution and return.

Should you wish to discuss any proposed changes to the Agreement, please feel free to contact me at 918/491-4176.

Very truly yours,

Rock A. Quinn  
Senior Landman

RAQ:rkw  
Enclosures

NEW MEXICO  
OIL CONSERVATION DIVISION

EXHIBIT 2D

CASE NO. 11666

stnmjca



InterCoast Oil and Gas Company  
7130 South Lewis Avenue  
Suite 700  
Tulsa, Oklahoma 74136  
918 488-8283 Telephone  
918 488-8182 Fax

October 1, 1996

Hayes Properties Inc.  
P. O. Box 3700  
Midland, TX 79702

Attention: Mr. Brad Bennett

RE: State of New Mexico #20-1  
Section 20-20S-28E  
Eddy County, New Mexico  
IOGC's Angell Ranch Prospect

Gentlemen:

Enclosed for your review and comments please find a copy of InterCoast Oil and Gas Company's proposed Operating Agreement covering the captioned unit.

Also enclosed are two (2) copies of our AFE for the drilling of the captioned well.

Should you desire to participate, please sign, date and return one (1) copy of the AFE together with any comments you may have in regard to our proposed Operating Agreement. At such time as the working interests are finalized and any comments reviewed, we will furnish each working interest owner with a signed copy of the Operating Agreement for their execution and return.

Should you wish to discuss any proposed changes to the Agreement, please feel free to contact me at 918/491-4176.

Very truly yours,

A handwritten signature in cursive script that reads "Rock A. Quinn".

Rock A. Quinn  
Senior Landman

RAQ:rkw  
Enclosures

stanjoa



InterCoast Oil and Gas Company  
7130 South Lewis Avenue  
Suite 700  
Tulsa, Oklahoma 74136  
918 488-8283 Telephone  
918 488-8182 Fax

October 24, 1996

Unit Petroleum Corporation  
7130 South Lewis  
Tulsa, OK 74136

Attention: Leslie Naughton

RE: Well Proposal  
N/2 Section 20-20S-28E  
Eddy County, NM  
IOGC's Angell Ranch Prospect

Gentlemen:

By letter dated August 30, 1996, InterCoast Oil and Gas Company ("IOGC") proposed the drilling of an 11,250' Morrow well to be located in the NE/4 of Section 20-20S-28E, Eddy County, New Mexico. IOGC has obtained a 47.5% working interest in the N/2 of Section 20-20S-28E. Accordingly, we have prepared and enclose for your review and comments a copy of IOGC's proposed Operating Agreement covering the captioned area. Also enclosed are two (2) copies of our AFE for the drilling of the well.

Should you desire to participate, please sign, date and return one (1) copy of the AFE together with any comments you may have in regard to the proposed Operating Agreement. At such time as the working interest owners are finalized and any comments reviewed, we will furnish each working interest owner with a signed copy of the Operating Agreement for execution.

As an alternative, IOGC proposes that you farmout your interest, delivering a 75% net revenue interest before payout with the option to convert your reserved override to a proportionate 25% working interest after payout. These are the same terms as set forth in my proposal letter dated August 30, 1996.

NEW MEXICO  
OIL CONSERVATION DIVISION

EXHIBIT 2E

CASE NO. 11666

Unit Petroleum Corporation  
October 24, 1996  
Page 2

We would appreciate hearing back from you at your earliest possible convenience. If you have any questions, please contact me at 918/491-4176.

Very truly yours,



Rock A. Quinn  
Senior Landman

RAQ:rkw

angeljoa



**InterCoast  
Oil and Gas**

InterCoast Oil and Gas Company  
7130 South Lewis Avenue  
Suite 700  
Tulsa, Oklahoma 74136  
918 488-8283 Telephone  
918 488-8182 Fax

October 24, 1996

Pennzoil Corp.  
P. O. Box 2967  
Houston, TX 77252

RE: Well Proposal  
N/2 Section 20-20S-28E  
Eddy County, NM  
IOGC's Angell Ranch Prospect

Gentlemen:

By letter dated June 17, 1996, InterCoast Oil and Gas Company ("IOGC") proposed the drilling of an 11,250' Morrow well to be located in the NE/4 of Section 20-20S-28E, Eddy County, New Mexico. IOGC has obtained a 47.5% working interest in the N/2 of Section 20-20S-28E. Accordingly, we have prepared and enclose for your review and comments a copy of IOGC's proposed Operating Agreement covering the captioned area. Also enclosed are two (2) copies of our AFE for the drilling of the well.

Should you desire to participate, please sign, date and return one (1) copy of the AFE together with any comments you may have in regard to the proposed Operating Agreement. At such time as the working interest owners are finalized and any comments reviewed, we will furnish each working interest owner with a signed copy of the Operating Agreement for execution.

As an alternative, IOGC proposes that you farmout your interest, delivering a 75% net revenue interest before payout with the option to convert your reserved override to a proportionate 25% working interest after payout.

Pennzoil Corp.  
October 24, 1996  
Page 2

We would appreciate hearing back from you at your earliest possible convenience. If you have any questions, please contact me at 918/491-4176.

Very truly yours,

A handwritten signature in cursive script that reads "Rock A. Quinn".

Rock A. Quinn  
Senior Landman

RAQ:rkw

angeljoa



InterCoast Oil and Gas Company  
7130 South Lewis Avenue  
Suite 700  
Tulsa, Oklahoma 74136  
918 488-8233 Telephone  
918 488-8152 Fax

October 24, 1996

Sanford J. Hodge, III  
4324 Honover  
Dallas, TX 75225

RE: Well Proposal  
N/2 Section 20-20S-28E  
Eddy County, NM  
IOGC's Angell Ranch Prospect

Dear Mr. Hodge:

By letter dated August 30, 1996, InterCoast Oil and Gas Company ("IOGC") proposed the drilling of an 11,250' Morrow well to be located in the NE/4 of Section 20-20S-28E, Eddy County, New Mexico. IOGC has obtained a 47.5% working interest in the N/2 of Section 20-20S-28E. Accordingly, we have prepared and enclose for your review and comments a copy of IOGC's proposed Operating Agreement covering the captioned area. Also enclosed are two (2) copies of our AFE for the drilling of the well.

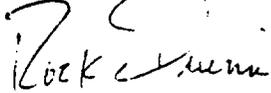
Should you desire to participate, please sign, date and return one (1) copy of the AFE together with any comments you may have in regard to the proposed Operating Agreement. At such time as the working interest owners are finalized and any comments reviewed, we will furnish each working interest owner with a signed copy of the Operating Agreement for execution.

As an alternative, IOGC proposes that you farmout your interest, delivering a 75% net revenue interest before payout with the option to convert your reserved override to a proportionate 25% working interest after payout. These are the same terms as set forth in my proposal letter dated August 30, 1996.

Sanford J. Hodge, III  
October 24, 1996  
Page 2

We would appreciate hearing back from you at your earliest possible convenience. If you have any questions, please contact me at 918/491-4176.

Very truly yours,



Rock A. Quinn  
Senior Landman

RAQ:rkw



InterCoast Oil and Gas Company  
7130 South Lewis Avenue  
Suite 700  
Tulsa, Oklahoma 74136  
918 488-8283 Telephone  
918 488-8182 Fax

October 24, 1996

Space Building Corporation  
250 Cape Highway, Route 44  
East Taunton, MA 02713

RE: Well Proposal  
N/2 Section 20-20S-28E  
Eddy County, NM  
IOGC's Angell Ranch Prospect

Gentlemen:

By letter dated August 30, 1996, InterCoast Oil and Gas Company ("IOGC") proposed the drilling of an 11,250' Morrow well to be located in the NE/4 of Section 20-20S-28E, Eddy County, New Mexico. IOGC has obtained a 47.5% working interest in the N/2 of Section 20-20S-28E. Accordingly, we have prepared and enclose for your review and comments a copy of IOGC's proposed Operating Agreement covering the captioned area. Also enclosed are two (2) copies of our AFE for the drilling of the well.

Should you desire to participate, please sign, date and return one (1) copy of the AFE together with any comments you may have in regard to the proposed Operating Agreement. At such time as the working interest owners are finalized and any comments reviewed, we will furnish each working interest owner with a signed copy of the Operating Agreement for execution.

As an alternative, IOGC proposes that you farmout your interest, delivering a 75% net revenue interest before payout with the option to convert your reserved override to a proportionate 25% working interest after payout. These are the same terms as set forth in my proposal letter dated August 30, 1996.

Space Building Corporation  
October 24, 1996  
Page 2

We would appreciate hearing back from you at your earliest possible convenience. If you have any questions, please contact me at 918/491-4176.

Very truly yours,



Rock A. Quinn  
Senior Landman

RAQ:rkw

angeljoa



InterCoast Oil and Gas Company  
7130 South Lewis Avenue  
Suite 700  
Tulsa, Oklahoma 74136  
918 488-8283 Telephone  
918 488-8182 Fax

October 24, 1996

Ernie Bello  
3325 Ala Akulikuli  
Honolulu, Hawaii 96818-2215

RE: Well Proposal  
N/2 Section 20-20S-28E  
Eddy County, NM  
IOGC's Angell Ranch Prospect

Dear Mr. Bello:

By letter dated August 30, 1996, InterCoast Oil and Gas Company ("IOGC") proposed the drilling of an 11,250' Morrow well to be located in the NE/4 of Section 20-20S-28E, Eddy County, New Mexico. IOGC has obtained a 47.5% working interest in the N/2 of Section 20-20S-28E. Accordingly, we have prepared and enclose for your review and comments a copy of IOGC's proposed Operating Agreement covering the captioned area. Also enclosed are two (2) copies of our AFE for the drilling of the well.

Should you desire to participate, please sign, date and return one (1) copy of the AFE together with any comments you may have in regard to the proposed Operating Agreement. At such time as the working interest owners are finalized and any comments reviewed, we will furnish each working interest owner with a signed copy of the Operating Agreement for execution.

As an alternative, IOGC proposes that you farmout your interest, delivering a 75% net revenue interest before payout with the option to convert your reserved override to a proportionate 25% working interest after payout. These are the same terms as set forth in my proposal letter dated August 30, 1996.

Ernie Bello  
October 24, 1996  
Page 2

We would appreciate hearing back from you at your earliest possible convenience. If you have any questions, please contact me at 918/491-4176.

Very truly yours,



Rock A. Quinn  
Senior Landman

RAQ:rkw

angeljoa



**InterCoast  
Oil and Gas**

InterCoast Oil and Gas Company  
7130 South Lewis Avenue  
Suite 700  
Tulsa, Oklahoma 74136  
918 488-8283 Telephone  
918 488-8182 Fax

October 24, 1996

Frederick Van Vranken  
Cedar Swamp Road, Box 264  
Jericho, NY 11753

RE: Well Proposal  
N/2 Section 20-20S-28E  
Eddy County, NM  
IOGC's Angell Ranch Prospect

Dear Mr. Van Vranken:

By letter dated August 30, 1996, InterCoast Oil and Gas Company ("IOGC") proposed the drilling of an 11,250' Morrow well to be located in the NE/4 of Section 20-20S-28E, Eddy County, New Mexico. IOGC has obtained a 47.5% working interest in the N/2 of Section 20-20S-28E. Accordingly, we have prepared and enclose for your review and comments a copy of IOGC's proposed Operating Agreement covering the captioned area. Also enclosed are two (2) copies of our AFE for the drilling of the well.

Should you desire to participate, please sign, date and return one (1) copy of the AFE together with any comments you may have in regard to the proposed Operating Agreement. At such time as the working interest owners are finalized and any comments reviewed, we will furnish each working interest owner with a signed copy of the Operating Agreement for execution.

As an alternative, IOGC proposes that you farmout your interest, delivering a 75% net revenue interest before payout with the option to convert your reserved override to a proportionate 25% working interest after payout. These are the same terms as set forth in my proposal letter dated August 30, 1996.

Frederick Van Vranken  
October 24, 1996  
Page 2

We would appreciate hearing back from you at your earliest possible convenience. If you have any questions, please contact me at 918/491-4176.

Very truly yours,



Rock A. Quinn  
Senior Landman

RAQ:rkw

angel:oa



InterCoast Oil and Gas Company  
7130 South Lewis Avenue  
Suite 700  
Tulsa, Oklahoma 74136  
918 488-8283 Telephone  
918 488-8182 Fax

October 24, 1996

Edward R. Hudson, Jr. and Ann F. Hudson  
616 Texas St.  
Ft. Worth, TX 76102

RE: Well Proposal  
N/2 Section 20-20S-28E  
Eddy County, NM  
IOGC's Angell Ranch Prospect

Dear Mr. and Mrs. Hudson:

By letter dated August 30, 1996, InterCoast Oil and Gas Company ("IOGC") proposed the drilling of an 11,250' Morrow well to be located in the NE/4 of Section 20-20S-28E, Eddy County, New Mexico. IOGC has obtained a 47.5% working interest in the N/2 of Section 20-20S-28E. Accordingly, we have prepared and enclose for your review and comments a copy of IOGC's proposed Operating Agreement covering the captioned area. Also enclosed are two (2) copies of our AFE for the drilling of the well.

Should you desire to participate, please sign, date and return one (1) copy of the AFE together with any comments you may have in regard to the proposed Operating Agreement. At such time as the working interest owners are finalized and any comments reviewed, we will furnish each working interest owner with a signed copy of the Operating Agreement for execution.

As an alternative, IOGC proposes that you farmout your interest, delivering a 75% net revenue interest before payout with the option to convert your reserved override to a proportionate 25% working interest after payout. These are the same terms as set forth in my proposal letter dated August 30, 1996.

Edward R. Hudson, Jr. and Ann F. Hudson  
October 24, 1996  
Page 2

We would appreciate hearing back from you at your earliest possible convenience. If you have any questions, please contact me at 918/491-4176.

Very truly yours,



Rock A. Quinn  
Senior Landman

RAQ:rkw

angeljca



**InterCoast  
Oil and Gas**

InterCoast Oil and Gas Company  
7130 South Lewis Avenue  
Suite 700  
Tulsa, Oklahoma 74136  
918 488-8283 Telephone  
918 488-8182 Fax

October 24, 1996

Karen V. Martin and William H. Martin,  
Trustees of the Martin Living Trust  
400 West Illinois, Suite 1100  
Midland, TX 79701

RE: Well Proposal  
N/2 Section 20-20S-28E  
Eddy County, NM  
IOGC's Angell Ranch Prospect

Dear Mr. and Mrs. Martin:

By letter dated August 30, 1996, InterCoast Oil and Gas Company ("IOGC") proposed the drilling of an 11,250' Morrow well to be located in the NE/4 of Section 20-20S-28E, Eddy County, New Mexico. IOGC has obtained a 47.5% working interest in the N/2 of Section 20-20S-28E. Accordingly, we have prepared and enclose for your review and comments a copy of IOGC's proposed Operating Agreement covering the captioned area. Also enclosed are two (2) copies of our AFE for the drilling of the well.

Should you desire to participate, please sign, date and return one (1) copy of the AFE together with any comments you may have in regard to the proposed Operating Agreement. At such time as the working interest owners are finalized and any comments reviewed, we will furnish each working interest owner with a signed copy of the Operating Agreement for execution.

As an alternative, IOGC proposes that you farmout your interest, delivering a 75% net revenue interest before payout with the option to convert your reserved override to a proportionate 25% working interest after payout. These are the same terms as set forth in my proposal letter dated August 30, 1996.

Karen V. Martin and William H. Martin,  
Trustees of the Martin Living Trust  
October 24, 1996  
Page 2

We would appreciate hearing back from you at your earliest possible convenience. If you have any questions, please contact me at 918/491-4176.

Very truly yours,



Rock A. Quinn  
Senior Landman

RAQ:rkw

angel@oa



InterCoast Oil and Gas Company  
7130 South Lewis Avenue  
Suite 700  
Tulsa, Oklahoma 74136  
918 488-8283 Telephone  
918 488-8182 Fax

October 24, 1996

LAJ Corp.  
P. O. Box 10626  
Midland, TX 79702-7626

RE: Well Proposal  
N/2 Section 20-20S-28E  
Eddy County, NM  
IOGC's Angell Ranch Prospect

Gentlemen:

By letter dated August 30, 1996, InterCoast Oil and Gas Company ("IOGC") proposed the drilling of an 11,250' Morrow well to be located in the NE/4 of Section 20-20S-28E, Eddy County, New Mexico. IOGC has obtained a 47.5% working interest in the N/2 of Section 20-20S-28E. Accordingly, we have prepared and enclose for your review and comments a copy of IOGC's proposed Operating Agreement covering the captioned area. Also enclosed are two (2) copies of our AFE for the drilling of the well.

Should you desire to participate, please sign, date and return one (1) copy of the AFE together with any comments you may have in regard to the proposed Operating Agreement. At such time as the working interest owners are finalized and any comments reviewed, we will furnish each working interest owner with a signed copy of the Operating Agreement for execution.

As an alternative, IOGC proposes that you farmout your interest, delivering a 75% net revenue interest before payout with the option to convert your reserved override to a proportionate 25% working interest after payout. These are the same terms as set forth in my proposal letter dated August 30, 1996.

LAJ Corp.  
October 24, 1996  
Page 2

We would appreciate hearing back from you at your earliest possible convenience. If you have any questions, please contact me at 918/491-4176.

Very truly yours,



Rock A. Quinn  
Senior Landman

RAQ:rkw

angel:joa



**InterCoast  
Oil and Gas**

InterCoast Oil and Gas Company  
7130 South Lewis Avenue  
Suite 700  
Tulsa, Oklahoma 74136  
918 488-8283 Telephone  
918 488-8182 Fax

October 24, 1996

Brown Brothers Harriman Trust Company  
Trustee of the William B. Oliver  
Trust and Successor Trustee of the  
Agnes Cluth Oliver Trust  
2001 Ross Ave., Suite 1150  
Dallas, TX 75201

RE: Well Proposal  
N/2 Section 20-20S-28E  
Eddy County, NM  
IOGC's Angell Ranch Prospect

Gentlemen:

By letter dated August 30, 1996, InterCoast Oil and Gas Company ("IOGC") proposed the drilling of an 11,250' Morrow well to be located in the NE/4 of Section 20-20S-28E, Eddy County, New Mexico. IOGC has obtained a 47.5% working interest in the N/2 of Section 20-20S-28E. Accordingly, we have prepared and enclose for your review and comments a copy of IOGC's proposed Operating Agreement covering the captioned area. Also enclosed are two (2) copies of our AFE for the drilling of the well.

Should you desire to participate, please sign, date and return one (1) copy of the AFE together with any comments you may have in regard to the proposed Operating Agreement. At such time as the working interest owners are finalized and any comments reviewed, we will furnish each working interest owner with a signed copy of the Operating Agreement for execution.

As an alternative, IOGC proposes that you farmout your interest, delivering a 75% net revenue interest before payout with the option to convert your reserved override to a proportionate 25% working interest after payout. These are the same terms as set forth in my proposal letter dated August 30, 1996.

Brown Brothers Harriman Trust Company  
Trustee of the William B. Oliver  
Trust and Successor Trustee of the  
Agnes Cluth Oliver Trust  
October 24, 1996.  
Page 2

We would appreciate hearing back from you at your earliest possible convenience. If you have any questions, please contact me at 918/491-4176.

Very truly yours,



Rock A. Quinn  
Senior Landman

RAQ:rkw

angeljoa



# InterCoast Oil and Gas

InterCoast Oil and Gas Company  
7130 South Lewis Avenue  
Suite 700  
Tulsa, Oklahoma 74136  
918 488-8283 Telephone  
918 488-8182 Fax

October 24, 1996

Mary Hudson Ard  
4808 Westridge Ave.  
Ft. Worth, TX 76116

RE: Well Proposal  
N/2 Section 20-20S-28E  
Eddy County, NM  
IOGC's Angell Ranch Prospect

Dear Ms. Ard:

By letter dated August 30, 1996, InterCoast Oil and Gas Company ("IOGC") proposed the drilling of an 11,250' Morrow well to be located in the NE/4 of Section 20-20S-28E, Eddy County, New Mexico. IOGC has obtained a 47.5% working interest in the N/2 of Section 20-20S-28E. Accordingly, we have prepared and enclose for your review and comments a copy of IOGC's proposed Operating Agreement covering the captioned area. Also enclosed are two (2) copies of our AFE for the drilling of the well.

Should you desire to participate, please sign, date and return one (1) copy of the AFE together with any comments you may have in regard to the proposed Operating Agreement. At such time as the working interest owners are finalized and any comments reviewed, we will furnish each working interest owner with a signed copy of the Operating Agreement for execution.

As an alternative, IOGC proposes that you farmout your interest, delivering a 75% net revenue interest before payout with the option to convert your reserved override to a proportionate 25% working interest after payout. These are the same terms as set forth in my proposal letter dated August 30, 1996.

Mary Hudson Ara  
October 24, 1996  
Page 2

We would appreciate hearing back from you at your earliest possible convenience. If you have any questions, please contact me at 918/491-4176.

Very truly yours,



Rock A. Quinn  
Senior Landman

RAQ:rkw

angeljoa



InterCoast Oil and Gas Company  
7130 South Lewis Avenue  
Suite 700  
Tulsa, Oklahoma 74136  
918 488-8283 Telephone  
918 488-8182 Fax

October 24, 1996

David Goodnow  
230 Ridgefield Road  
Wilton, CT 06897

RE: Well Proposal  
N/2 Section 20-20S-28E  
Eddy County, NM  
IOGC's Angell Ranch Prospect

Dear Mr. Goodnow:

By letter dated August 30, 1996, InterCoast Oil and Gas Company ("IOGC") proposed the drilling of an 11,250' Morrow well to be located in the NE/4 of Section 20-20S-28E, Eddy County, New Mexico. IOGC has obtained a 47.5% working interest in the N/2 of Section 20-20S-28E. Accordingly, we have prepared and enclose for your review and comments a copy of IOGC's proposed Operating Agreement covering the captioned area. Also enclosed are two (2) copies of our AFE for the drilling of the well.

Should you desire to participate, please sign, date and return one (1) copy of the AFE together with any comments you may have in regard to the proposed Operating Agreement. At such time as the working interest owners are finalized and any comments reviewed, we will furnish each working interest owner with a signed copy of the Operating Agreement for execution.

As an alternative, IOGC proposes that you farmout your interest, delivering a 75% net revenue interest before payout with the option to convert your reserved override to a proportionate 25% working interest after payout. These are the same terms as set forth in my proposal letter dated August 30, 1996.

David Goodnow  
October 24, 1996  
Page 2

We would appreciate hearing back from you at your earliest possible convenience. If you have any questions, please contact me at 918/491-4176.

Very truly yours,



Rock A. Quinn  
Senior Landman

RAQ:rkw

angel:foa



**InterCoast  
Oil and Gas**

InterCoast Oil and Gas Company  
7130 South Lewis Avenue  
Suite 700  
Tulsa, Oklahoma 74136  
918 488-8283 Telephone  
918 488-8182 Fax

October 24, 1996

William A. Hudson, II and  
Betty C. Hudson  
616 Texas St.  
Ft. Worth, TX 76102

RE: Well Proposal  
N/2 Section 20-20S-28E  
Eddy County, NM  
IOGC's Angell Ranch Prospect

Dear Mr. and Mrs. Hudson:

By letter dated August 30, 1996, InterCoast Oil and Gas Company ("IOGC") proposed the drilling of an 11,250' Morrow well to be located in the NE/4 of Section 20-20S-28E, Eddy County, New Mexico. IOGC has obtained a 47.5% working interest in the N/2 of Section 20-20S-28E. Accordingly, we have prepared and enclose for your review and comments a copy of IOGC's proposed Operating Agreement covering the captioned area. Also enclosed are two (2) copies of our AFE for the drilling of the well.

Should you desire to participate, please sign, date and return one (1) copy of the AFE together with any comments you may have in regard to the proposed Operating Agreement. At such time as the working interest owners are finalized and any comments reviewed, we will furnish each working interest owner with a signed copy of the Operating Agreement for execution.

As an alternative, IOGC proposes that you farmout your interest, delivering a 75% net revenue interest before payout with the option to convert your reserved override to a proportionate 25% working interest after payout. These are the same terms as set forth in my proposal letter dated August 30, 1996.

William A. Hudson, II and  
Betty C. Hudson  
October 24, 1996  
Page 2

We would appreciate hearing back from you at your earliest possible convenience. If you have any questions, please contact me at 918/491-4176.

Very truly yours,



Rock A. Quinn  
Senior Landman

RAQ:rkw



InterCoast Oil and Gas Company  
7130 South Lewis Avenue  
Suite 700  
Tulsa, Oklahoma 74136  
918 488-8283 Telephone  
918 488-8182 Fax

October 24, 1996

Devon Energy Corporation  
20 North Broadway, Suite 1500  
Oklahoma City, OK 73102

RE: Well Proposal  
N/2 Section 20-20S-28E  
Eddy County, NM  
IOGC's Angell Ranch Prospect

Gentlemen:

By letter dated August 30, 1996, InterCoast Oil and Gas Company ("IOGC") proposed the drilling of an 11,250' Morrow well to be located in the NE/4 of Section 20-20S-28E, Eddy County, New Mexico. IOGC has obtained a 47.5% working interest in the N/2 of Section 20-20S-28E. Accordingly, we have prepared and enclose for your review and comments a copy of IOGC's proposed Operating Agreement covering the captioned area. Also enclosed are two (2) copies of our AFE for the drilling of the well.

Should you desire to participate, please sign, date and return one (1) copy of the AFE together with any comments you may have in regard to the proposed Operating Agreement. At such time as the working interest owners are finalized and any comments reviewed, we will furnish each working interest owner with a signed copy of the Operating Agreement for execution.

As an alternative, IOGC proposes that you farmout your interest, delivering a 75% net revenue interest before payout with the option to convert your reserved override to a proportionate 25% working interest after payout. These are the same terms as set forth in my proposal letter dated August 30, 1996.

Devon Energy Corporation  
October 24, 1996  
Page 2

We would appreciate hearing back from you at your earliest possible convenience. If you have any questions, please contact me at 918/491-4176.

Very truly yours,



Rock A. Quinn  
Senior Landman

RAQ:rkw

angel:oa



InterCoast Oil and Gas Company  
7130 South Lewis Avenue  
Suite 700  
Tulsa, Oklahoma 74136  
918 488-8283 Telephone  
918 488-8182 Fax

October 24, 1996

Edward H. Judson and  
Marilyn M. Judson  
400 West Illinois, Suite 1100  
Midland, TX 79701

RE: Well Proposal  
N/2 Section 20-20S-28E  
Eddy County, NM  
IOGC's Angell Ranch Prospect

Dear Mr. and Mrs. Judson:

By letter dated August 30, 1996, InterCoast Oil and Gas Company ("IOGC") proposed the drilling of an 11,250' Morrow well to be located in the NE/4 of Section 20-20S-28E, Eddy County, New Mexico. IOGC has obtained a 47.5% working interest in the N/2 of Section 20-20S-28E. Accordingly, we have prepared and enclose for your review and comments a copy of IOGC's proposed Operating Agreement covering the captioned area. Also enclosed are two (2) copies of our AFE for the drilling of the well.

Should you desire to participate, please sign, date and return one (1) copy of the AFE together with any comments you may have in regard to the proposed Operating Agreement. At such time as the working interest owners are finalized and any comments reviewed, we will furnish each working interest owner with a signed copy of the Operating Agreement for execution.

As an alternative, IOGC proposes that you farmout your interest, delivering a 75% net revenue interest before payout with the option to convert your reserved override to a proportionate 25% working interest after payout. These are the same terms as set forth in my proposal letter dated August 30, 1996.

Edward H. Judson and  
Marilyn M. Judson  
October 24, 1996  
Page 2

We would appreciate hearing back from you at your earliest possible convenience. If you have any questions, please contact me at 918/491-4176.

Very truly yours,



Rock A. Quinn  
Senior Landman

RAQ:rkw

angeljoa



**InterCoast  
Oil and Gas**

InterCoast Oil and Gas Company  
7130 South Lewis Avenue  
Suite 700  
Tulsa, Oklahoma 74136  
918 488-8283 Telephone  
918 488-8182 Fax

October 24, 1996

Frances B. Bunn  
2493 Makiki Heights Drive  
Honolulu, Hawaii 96822

RE: Well Proposal  
N/2 Section 20-20S-28E  
Eddy County, NM  
IOGC's Angell Ranch Prospect

Dear Ms. Bunn:

By letter dated August 30, 1996, InterCoast Oil and Gas Company ("IOGC") proposed the drilling of an 11,250' Morrow well to be located in the NE/4 of Section 20-20S-28E, Eddy County, New Mexico. IOGC has obtained a 47.5% working interest in the N/2 of Section 20-20S-28E. Accordingly, we have prepared and enclose for your review and comments a copy of IOGC's proposed Operating Agreement covering the captioned area. Also enclosed are two (2) copies of our AFE for the drilling of the well.

Should you desire to participate, please sign, date and return one (1) copy of the AFE together with any comments you may have in regard to the proposed Operating Agreement. At such time as the working interest owners are finalized and any comments reviewed, we will furnish each working interest owner with a signed copy of the Operating Agreement for execution.

As an alternative, IOGC proposes that you farmout your interest, delivering a 75% net revenue interest before payout with the option to convert your reserved override to a proportionate 25% working interest after payout. These are the same terms as set forth in my proposal letter dated August 30, 1996.

Frances B. Bunn  
October 24, 1996  
Page 2

We would appreciate hearing back from you at your earliest possible convenience. If you have any questions, please contact me at 918/491-4176.

Very truly yours,



Rock A. Quinn  
Senior Landman

RAQ:rkw

ange:joa



# InterCoast Oil and Gas

October 24, 1996

InterCoast Oil and Gas Company  
7130 South Lewis Avenue  
Suite 700  
Tulsa, Oklahoma 74136  
918 488-8283 Telephone  
918 488-8182 Fax

Claremont Corp.  
P. O. Box 549  
Claremont, OK 74017

RE: Well Proposal  
N/2 Section 20-20S-28E  
Eddy County, NM  
IOGC's Angell Ranch Prospect

Gentlemen:

By letter dated June 17, 1996, InterCoast Oil and Gas Company ("IOGC") proposed the drilling of an 11,250' Morrow well to be located in the NE/4 of Section 20-20S-28E, Eddy County, New Mexico. IOGC has obtained a 47.5% working interest in the N/2 of Section 20-20S-28E. Accordingly, we have prepared and enclose for your review and comments a copy of IOGC's proposed Operating Agreement covering the captioned area. Also enclosed are two (2) copies of our AFE for the drilling of the well.

Should you desire to participate, please sign, date and return one (1) copy of the AFE together with any comments you may have in regard to the proposed Operating Agreement. At such time as the working interest owners are finalized and any comments reviewed, we will furnish each working interest owner with a signed copy of the Operating Agreement for execution.

As an alternative, IOGC proposes that you farmout your interest, delivering a 75% net revenue interest before payout with the option to convert your reserved override to a proportionate 25% working interest after payout.

We would appreciate hearing back from you at your earliest possible convenience. If you have any questions, please contact me at 918/491-4176.

Very truly yours,



Rock A. Quinn  
Senior Landman

RAQ:rkw

angeljoa



InterCoast Oil and Gas Company  
 7130 South Lewis Avenue  
 Suite 700  
 Tulsa, Oklahoma 74136  
 918 488-8283 Telephone  
 918 488-8182 Fax

November 11, 1996

William A. Hudson, II and  
 Betty C. Hudson  
 616 Texas Street  
 Ft. Worth, TX 76102

RE: Well Proposal  
 E/2 Section 20-20S-28E  
 Eddy County, NM  
 IOGC's Angell Ranch Prospect

Dear Mr. and Mrs. Hudson:

InterCoast Oil and Gas Company ("IOGC") hereby proposes the drilling of a well to be located 990' FNL and 990' FEL of Section 20-20S-28E, Eddy County, New Mexico. IOGC proposes that the test well be drilled to a depth of approximately 11,250' in order to sufficiently test the Morrow Sand formation. Dry hole costs are estimated to be \$405,000, with total completed well costs estimated at \$697,000.

Enclosed are two copies of the AFE for your review and approval. If you should desire to participate, please sign and return one copy of the AFE together with any comments you may have regarding the Operating Agreement previously submitted for your consideration. IOGC has acquired the interest of Kerr-McGee in the NE/4 of Section 20. As you are aware, IOGC has previously proposed the drilling of this well on the basis of a N/2 Section 20 unit. Pursuant to our recent meeting with Yates Petroleum Corporation, it was mutually agreed that an E/2 Section 20 unit would accommodate additional drilling opportunities in the W/2 thereof.

If you do not wish to participate in the proposed test well, IOGC proposes that you grant us a farmout of your interest in the E/2 of Section 20-20S-28E under the following terms:

1. On or before 60 days following the execution date of a definitive agreement, IOGC would commence or cause the commencement of an 11,250' Morrow Sand test at a location 990' FNL and 990' FEL of Section 20-20S-28E, Eddy County, New Mexico.

NEW MEXICO  
 OIL CONSERVATION DIVISION

EXHIBIT 2F

NEW MEXICO  
DEPARTMENT OF REVENUE

EXHIBIT \_\_\_\_\_

CARROLL \_\_\_\_\_

William A. Hudson, II and  
Betty C. Hudson  
November 11, 1996  
Page 2

2. In the event the test well results in a well capable of producing in commercial quantities, IOGC would earn an assignment of your interest in the E/2 of Section 20 from the surface of the earth to the total depth drilled in the test well.
3. You would reserve in such assignment a 1/8th of 8/8ths overriding royalty interest which would absorb all burdens in excess of the usual 1/8th royalty, and would be proportionately reduced to the interest being assigned.

Due to time constraints on the commencement of the proposed well, IOGC has filed an application for compulsory pooling and an unorthodox well location with the New Mexico Oil Conservation Division. This matter will be heard at 8:15 a.m. on Thursday, December 5, 1996 at the Division's office at 2040 South Pacheco Street, Santa Fe, New Mexico. Failure to appear at that time will preclude you from contesting this matter at a later date. However, we would like to obtain your voluntary joinder in the well, and we would appreciate discussing this proposal with you at your earliest convenience.

Very truly yours,



Rock A. Quinn  
Senior Landman

RAQ:rkw  
Enclosures (2)



# InterCoast Oil and Gas

InterCoast Oil and Gas Company  
7130 South Lewis Avenue  
Suite 700  
Tulsa, Oklahoma 74136  
918 488-8283 Telephone  
918 488-8182 Fax

November 11, 1996

David Goodnow  
230 Ridgefield Road  
Wilton, CT 06897

RE: Well Proposal  
E/2 Section 20-20S-28E  
Eddy County, NM  
IOGC's Angell Ranch Prospect

Dear Mr. Goodnow:

InterCoast Oil and Gas Company ("IOGC") hereby proposes the drilling of a well to be located 990' FNL and 990' FEL of Section 20-20S-28E, Eddy County, New Mexico. IOGC proposes that the test well be drilled to a depth of approximately 11,250' in order to sufficiently test the Morrow Sand formation. Dry hole costs are estimated to be \$405,000, with total completed well costs estimated at \$697,000.

Enclosed are two copies of the AFE for your review and approval. If you should desire to participate, please sign and return one copy of the AFE together with any comments you may have regarding the Operating Agreement previously submitted for your consideration. IOGC has acquired the interest of Kerr-McGee in the NE/4 of Section 20. As you are aware, IOGC has previously proposed the drilling of this well on the basis of a N/2 Section 20 unit. Pursuant to our recent meeting with Yates Petroleum Corporation, it was mutually agreed that an E/2 Section 20 unit would accommodate additional drilling opportunities in the W/2 thereof.

If you do not wish to participate in the proposed test well, IOGC proposes that you grant us a farmout of your interest in the E/2 of Section 20-20S-28E under the following terms:

1. On or before 60 days following the execution date of a definitive agreement, IOGC would commence or cause the commencement of an 11,250' Morrow Sand test at a location 990' FNL and 990' FEL of Section 20-20S-28E, Eddy County, New Mexico.

2. In the event the test well results in a well capable of producing in commercial quantities, IOGC would earn an assignment of your interest in the E/2 of Section 20 from the surface of the earth to the total depth drilled in the test well.
3. You would reserve in such assignment a 1/8th of 8/8ths overriding royalty interest which would absorb all burdens in excess of the usual 1/8th royalty, and would be proportionately reduced to the interest being assigned.

Due to time constraints on the commencement of the proposed well, IOGC has filed an application for compulsory pooling and an unorthodox well location with the New Mexico Oil Conservation Division. This matter will be heard at 8:15 a.m. on Thursday, December 5, 1996 at the Division's office at 2040 South Pacheco Street, Santa Fe, New Mexico. Failure to appear at that time will preclude you from contesting this matter at a later date. However, we would like to obtain your voluntary joinder in the well, and we would appreciate discussing this proposal with you at your earliest convenience.

Very truly yours,



Rock A. Quinn  
Senior Landman

RAQ:rkw  
Enclosures (2)



InterCoast Oil and Gas Company  
7130 South Lewis Avenue  
Suite 700  
Tulsa, Oklahoma 74136  
918 488-8283 Telephone  
918 488-8182 Fax

November 11, 1996

Mary Hudson Ard  
4808 Westridge Avenue  
Ft. Worth, TX 76116

RE: Well Proposal  
E/2 Section 20-20S-28E  
Eddy County, NM  
IOGC's Angell Ranch Prospect

Dear Ms. Ard:

InterCoast Oil and Gas Company ("IOGC") hereby proposes the drilling of a well to be located 990' FNL and 990' FEL of Section 20-20S-28E, Eddy County, New Mexico. IOGC proposes that the test well be drilled to a depth of approximately 11,250' in order to sufficiently test the Morrow Sand formation. Dry hole costs are estimated to be \$405,000, with total completed well costs estimated at \$697,000.

Enclosed are two copies of the AFE for your review and approval. If you should desire to participate, please sign and return one copy of the AFE together with any comments you may have regarding the Operating Agreement previously submitted for your consideration. IOGC has acquired the interest of Kerr-McGee in the NE/4 of Section 20. As you are aware, IOGC has previously proposed the drilling of this well on the basis of a N/2 Section 20 unit. Pursuant to our recent meeting with Yates Petroleum Corporation, it was mutually agreed that an E/2 Section 20 unit would accommodate additional drilling opportunities in the W/2 thereof.

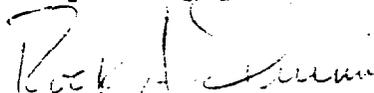
If you do not wish to participate in the proposed test well, IOGC proposes that you grant us a farmout of your interest in the E/2 of Section 20-20S-28E under the following terms:

1. On or before 60 days following the execution date of a definitive agreement, IOGC would commence or cause the commencement of an 11,250' Morrow Sand test at a location 990' FNL and 990' FEL of Section 20-20S-28E, Eddy County, New Mexico.

2. In the event the test well results in a well capable of producing in commercial quantities, IOGC would earn an assignment of your interest in the E/2 of Section 20 from the surface of the earth to the total depth drilled in the test well.
3. You would reserve in such assignment a 1/8th of 8/8ths overriding royalty interest which would absorb all burdens in excess of the usual 1/8th royalty, and would be proportionately reduced to the interest being assigned.

Due to time constraints on the commencement of the proposed well, IOGC has filed an application for compulsory pooling and an unorthodox well location with the New Mexico Oil Conservation Division. This matter will be heard at 8:15 a.m. on Thursday, December 5, 1996 at the Division's office at 2040 South Pacheco Street, Santa Fe, New Mexico. Failure to appear at that time will preclude you from contesting this matter at a later date. However, we would like to obtain your voluntary joinder in the well, and we would appreciate discussing this proposal with you at your earliest convenience.

Very truly yours,



Rock A. Quinn  
Senior Landman

RAQ:rkw  
Enclosures (2)



# InterCoast Oil and Gas

InterCoast Oil and Gas Company  
7130 South Lewis Avenue  
Suite 700  
Tulsa, Oklahoma 74136  
918 488-8283 Telephone  
918 488-8182 Fax

November 11, 1996

Isaac A. Kawasaki  
734 Kalanipuu  
Honolulu, HI 96825

RE: Well Proposal  
E/2 Section 20-20S-28E  
Eddy County, NM  
IOGC's Angell Ranch Prospect

Dear Mr. Kawasaki:

InterCoast Oil and Gas Company ("IOGC") hereby proposes the drilling of a well to be located 990' FNL and 990' FEL of Section 20-20S-28E, Eddy County, New Mexico. IOGC proposes that the test well be drilled to a depth of approximately 11,250' in order to sufficiently test the Morrow Sand formation. Dry hole costs are estimated to be \$405,000, with total completed well costs estimated at \$697,000.

Enclosed are two copies of the AFE for your review and approval. If you should desire to participate, please sign and return one copy of the AFE together with any comments you may have regarding the Operating Agreement previously submitted for your consideration. IOGC has acquired the interest of Kerr-McGee in the NE/4 of Section 20. As you are aware, IOGC has previously proposed the drilling of this well on the basis of a N/2 Section 20 unit. Pursuant to our recent meeting with Yates Petroleum Corporation, it was mutually agreed that an E/2 Section 20 unit would accommodate additional drilling opportunities in the W/2 thereof.

If you do not wish to participate in the proposed test well, IOGC proposes that you grant us a farmout of your interest in the E/2 of Section 20-20S-28E under the following terms:

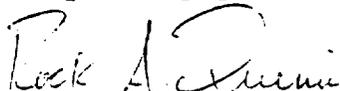
1. On or before 60 days following the execution date of a definitive agreement, IOGC would commence or cause the commencement of an 11,250' Morrow Sand test at a location 990' FNL and 990' FEL of Section 20-20S-28E, Eddy County, New Mexico.

Isaac A. Kawasaki  
November 11, 1996  
Page 2

2. In the event the test well results in a well capable of producing in commercial quantities, IOGC would earn an assignment of your interest in the E/2 of Section 20 from the surface of the earth to the total depth drilled in the test well.
3. You would reserve in such assignment a 1/8th of 8/8ths overriding royalty interest which would absorb all burdens in excess of the usual 1/8th royalty, and would be proportionately reduced to the interest being assigned.

Due to time constraints on the commencement of the proposed well, IOGC has filed an application for compulsory pooling and an unorthodox well location with the New Mexico Oil Conservation Division. This matter will be heard at 8:15 a.m. on Thursday, December 5, 1996 at the Division's office at 2040 South Pacheco Street, Santa Fe, New Mexico. Failure to appear at that time will preclude you from contesting this matter at a later date. However, we would like to obtain your voluntary joinder in the well, and we would appreciate discussing this proposal with you at your earliest convenience.

Very truly yours,



Rock A. Quinn  
Senior Landman

RAQ:rkw  
Enclosures (2)



InterCoast Oil and Gas Company  
7130 South Lewis Avenue  
Suite 700  
Tulsa, Oklahoma 74136  
918-488-8283 Telephone  
918-488-8182 Fax

November 11, 1996

Betsy H. Keller  
2524 Union Street  
San Francisco, CA 94123

RE: Well Proposal  
E/2 Section 20-20S-28E  
Eddy County, NM  
IOGC's Angell Ranch Prospect

Dear Ms. Keller:

InterCoast Oil and Gas Company ("IOGC") hereby proposes the drilling of a well to be located 990' FNL and 990' FEL of Section 20-20S-28E, Eddy County, New Mexico. IOGC proposes that the test well be drilled to a depth of approximately 11,250' in order to sufficiently test the Morrow Sand formation. Dry hole costs are estimated to be \$405,000, with total completed well costs estimated at \$697,000.

Enclosed are two copies of the AFE for your review and approval. If you should desire to participate, please sign and return one copy of the AFE together with any comments you may have regarding the Operating Agreement previously submitted for your consideration. IOGC has acquired the interest of Kerr-McGee in the NE/4 of Section 20. As you are aware, IOGC has previously proposed the drilling of this well on the basis of a N/2 Section 20 unit. Pursuant to our recent meeting with Yates Petroleum Corporation, it was mutually agreed that an E/2 Section 20 unit would accommodate additional drilling opportunities in the W/2 thereof.

If you do not wish to participate in the proposed test well, IOGC proposes that you grant us a farmout of your interest in the E/2 of Section 20-20S-28E under the following terms:

1. On or before 60 days following the execution date of a definitive agreement, IOGC would commence or cause the commencement of an 11,250' Morrow Sand test at a location 990' FNL and 990' FEL of Section 20-20S-28E, Eddy County, New Mexico.

Betsy H. Keller  
November 11, 1996  
Page 2

2. In the event the test well results in a well capable of producing in commercial quantities, IOGC would earn an assignment of your interest in the E/2 of Section 20 from the surface of the earth to the total depth drilled in the test well.
3. You would reserve in such assignment a 1/8th of 8/8ths overriding royalty interest which would absorb all burdens in excess of the usual 1/8th royalty, and would be proportionately reduced to the interest being assigned.

Due to time constraints on the commencement of the proposed well, IOGC has filed an application for compulsory pooling and an unorthodox well location with the New Mexico Oil Conservation Division. This matter will be heard at 8:15 a.m. on Thursday, December 5, 1996 at the Division's office at 2040 South Pacheco Street, Santa Fe, New Mexico. Failure to appear at that time will preclude you from contesting this matter at a later date. However, we would like to obtain your voluntary joinder in the well, and we would appreciate discussing this proposal with you at your earliest convenience.

Very truly yours,



Rock A. Quinn  
Senior Landman

RAQ:rkw  
Enclosures (2)



InterCoast Oil and Gas Company  
7130 South Lewis Avenue  
Suite 700  
Tulsa, Oklahoma 74136  
918 488-8283 Telephone  
918 488-8182 Fax

November 11, 1996

E. G. Holden Testamentary Trust  
2524 Union Street  
San Francisco, CA 94123

RE: Well Proposal  
E/2 Section 20-20S-28E  
Eddy County, NM  
IOGC's Angell Ranch Prospect

Gentlemen:

InterCoast Oil and Gas Company ("IOGC") hereby proposes the drilling of a well to be located 990' FNL and 990' FEL of Section 20-20S-28E, Eddy County, New Mexico. IOGC proposes that the test well be drilled to a depth of approximately 11,250' in order to sufficiently test the Morrow Sand formation. Dry hole costs are estimated to be \$405,000, with total completed well costs estimated at \$697,000.

Enclosed are two copies of the AFE for your review and approval. If you should desire to participate, please sign and return one copy of the AFE together with any comments you may have regarding the Operating Agreement previously submitted for your consideration. IOGC has acquired the interest of Kerr-McGee in the NE/4 of Section 20. As you are aware, IOGC has previously proposed the drilling of this well on the basis of a N/2 Section 20 unit. Pursuant to our recent meeting with Yates Petroleum Corporation, it was mutually agreed that an E/2 Section 20 unit would accommodate additional drilling opportunities in the W/2 thereof.

If you do not wish to participate in the proposed test well, IOGC proposes that you grant us a farmout of your interest in the E/2 of Section 20-20S-28E under the following terms:

1. On or before 60 days following the execution date of a definitive agreement, IOGC would commence or cause the commencement of an 11,250' Morrow Sand test at a location 990' FNL and 990' FEL of Section 20-20S-28E, Eddy County, New Mexico.

2. In the event the test well results in a well capable of producing in commercial quantities, IOGC would earn an assignment of your interest in the E/2 of Section 20 from the surface of the earth to the total depth drilled in the test well.
3. You would reserve in such assignment a 1/8th of 8/8ths overriding royalty interest which would absorb all burdens in excess of the usual 1/8th royalty, and would be proportionately reduced to the interest being assigned.

Due to time constraints on the commencement of the proposed well, IOGC has filed an application for compulsory pooling and an unorthodox well location with the New Mexico Oil Conservation Division. This matter will be heard at 8:15 a.m. on Thursday, December 5, 1996 at the Division's office at 2040 South Pacheco Street, Santa Fe, New Mexico. Failure to appear at that time will preclude you from contesting this matter at a later date. However, we would like to obtain your voluntary joinder in the well, and we would appreciate discussing this proposal with you at your earliest convenience.

Very truly yours,



Rock A. Quinn  
Senior Landman

RAQ:rkw  
Enclosures (2)



# InterCoast Oil and Gas

InterCoast Oil and Gas Company  
7130 South Lewis Avenue  
Suite 700  
Tulsa, Oklahoma 74136  
918 488-8283 Telephone  
918 488-8182 Fax

November 11, 1996

Charles Cline Moore  
138 Harvard Avenue  
Mill Valley, CA 94941

RE: Well Proposal  
E/2 Section 20-20S-28E  
Eddy County, NM  
IOGC's Angell Ranch Prospect

Dear Mr. Moore:

InterCoast Oil and Gas Company ("IOGC") hereby proposes the drilling of a well to be located 990' FNL and 990' FEL of Section 20-20S-28E, Eddy County, New Mexico. IOGC proposes that the test well be drilled to a depth of approximately 11,250' in order to sufficiently test the Morrow Sand formation. Dry hole costs are estimated to be \$405,000, with total completed well costs estimated at \$697,000.

Enclosed are two copies of the AFE for your review and approval. If you should desire to participate, please sign and return one copy of the AFE together with any comments you may have regarding the Operating Agreement previously submitted for your consideration. IOGC has acquired the interest of Kerr-McGee in the NE/4 of Section 20. As you are aware, IOGC has previously proposed the drilling of this well on the basis of a N/2 Section 20 unit. Pursuant to our recent meeting with Yates Petroleum Corporation, it was mutually agreed that an E/2 Section 20 unit would accommodate additional drilling opportunities in the W/2 thereof.

If you do not wish to participate in the proposed test well, IOGC proposes that you grant us a farmout of your interest in the E/2 of Section 20-20S-28E under the following terms:

1. On or before 60 days following the execution date of a definitive agreement, IOGC would commence or cause the commencement of an 11,250' Morrow Sand test at a location 990' FNL and 990' FEL of Section 20-20S-28E, Eddy County, New Mexico.

Charles Cline Moore  
November 11, 1996  
Page 2

2. In the event the test well results in a well capable of producing in commercial quantities, IOGC would earn an assignment of your interest in the E/2 of Section 20 from the surface of the earth to the total depth drilled in the test well.
3. You would reserve in such assignment a 1/3th of 8/8ths overriding royalty interest which would absorb all burdens in excess of the usual 1/8th royalty, and would be proportionately reduced to the interest being assigned.

Due to time constraints on the commencement of the proposed well, IOGC has filed an application for compulsory pooling and an unorthodox well location with the New Mexico Oil Conservation Division. This matter will be heard at 8:15 a.m. on Thursday, December 5, 1996 at the Division's office at 2040 South Pacheco Street, Santa Fe, New Mexico. Failure to appear at that time will preclude you from contesting this matter at a later date. However, we would like to obtain your voluntary joinder in the well, and we would appreciate discussing this proposal with you at your earliest convenience.

Very truly yours,



Rock A. Quinn  
Senior Landman

RAQ:rkw  
Enclosures (2)

Sanqiprc



**InterCoast  
Oil and Gas**

InterCoast Oil and Gas Company  
7130 South Lewis Avenue  
Suite 700  
Tulsa, Oklahoma 74136  
918 488-8283 Telephone  
918 488-8182 Fax

November 11, 1996

Frederick Van Vranken  
Cedar Swamp Road, Box 264  
Jericho, NY 11753

RE: Well Proposal  
E/2 Section 20-20S-28E  
Eddy County, NM  
IOGC's Angell Ranch Prospect

Dear Mr. Vranken:

InterCoast Oil and Gas Company ("IOGC") hereby proposes the drilling of a well to be located 990' FNL and 990' FEL of Section 20-20S-28E, Eddy County, New Mexico. IOGC proposes that the test well be drilled to a depth of approximately 11,250' in order to sufficiently test the Morrow Sand formation. Dry hole costs are estimated to be \$405,000, with total completed well costs estimated at \$697,000.

Enclosed are two copies of the AFE for your review and approval. If you should desire to participate, please sign and return one copy of the AFE together with any comments you may have regarding the Operating Agreement previously submitted for your consideration. IOGC has acquired the interest of Kerr-McGee in the NE/4 of Section 20. As you are aware, IOGC has previously proposed the drilling of this well on the basis of a N/2 Section 20 unit. Pursuant to our recent meeting with Yates Petroleum Corporation, it was mutually agreed that an E/2 Section 20 unit would accommodate additional drilling opportunities in the W/2 thereof.

If you do not wish to participate in the proposed test well, IOGC proposes that you grant us a farmout of your interest in the E/2 of Section 20-20S-28E under the following terms:

1. On or before 60 days following the execution date of a definitive agreement, IOGC would commence or cause the commencement of an 11,250' Morrow Sand test at a location 990' FNL and 990' FEL of Section 20-20S-28E, Eddy County, New Mexico.

2. In the event the test well results in a well capable of producing in commercial quantities, IOGC would earn an assignment of your interest in the E/2 of Section 20 from the surface of the earth to the total depth drilled in the test well.
3. You would reserve in such assignment a 1/8th of 8/8ths overriding royalty interest which would absorb all burdens in excess of the usual 1/8th royalty, and would be proportionately reduced to the interest being assigned.

Due to time constraints on the commencement of the proposed well, IOGC has filed an application for compulsory pooling and an unorthodox well location with the New Mexico Oil Conservation Division. This matter will be heard at 8:15 a.m. on Thursday, December 5, 1996 at the Division's office at 2040 South Pacheco Street, Santa Fe, New Mexico. Failure to appear at that time will preclude you from contesting this matter at a later date. However, we would like to obtain your voluntary joinder in the well, and we would appreciate discussing this proposal with you at your earliest convenience.

Very truly yours,



Rock A. Quinn  
Senior Landman

RAQ:rkw  
Enclosures (2)



InterCoast Oil and Gas Company  
7130 South Lewis Avenue  
Suite 700  
Tulsa, Oklahoma 74136  
918 488-8283 Telephone  
918 488-8182 Fax

November 11, 1996

Ernie Bello  
3325 Ala Akulikuli  
Honolulu, Hawaii 96818-2215

RE: Well Proposal  
E/2 Section 20-20S-28E  
Eddy County, NM  
IOGC's Angell Ranch Prospect

Dear Mr. Bello:

InterCoast Oil and Gas Company ("IOGC") hereby proposes the drilling of a well to be located 990' FNL and 990' FEL of Section 20-20S-28E, Eddy County, New Mexico. IOGC proposes that the test well be drilled to a depth of approximately 11,250' in order to sufficiently test the Morrow Sand formation. Dry hole costs are estimated to be \$405,000, with total completed well costs estimated at \$697,000.

Enclosed are two copies of the AFE for your review and approval. If you should desire to participate, please sign and return one copy of the AFE together with any comments you may have regarding the Operating Agreement previously submitted for your consideration. IOGC has acquired the interest of Kerr-McGee in the NE/4 of Section 20. As you are aware, IOGC has previously proposed the drilling of this well on the basis of a N/2 Section 20 unit. Pursuant to our recent meeting with Yates Petroleum Corporation, it was mutually agreed that an E/2 Section 20 unit would accommodate additional drilling opportunities in the W/2 thereof.

If you do not wish to participate in the proposed test well, IOGC proposes that you grant us a farmout of your interest in the E/2 of Section 20-20S-28E under the following terms:

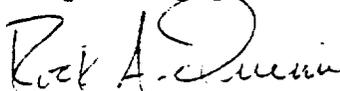
1. On or before 60 days following the execution date of a definitive agreement, IOGC would commence or cause the commencement of an 11,250' Morrow Sand test at a location 990' FNL and 990' FEL of Section 20-20S-28E, Eddy County, New Mexico.

Ernie Bello  
November 11, 1996  
Page 2

2. In the event the test well results in a well capable of producing in commercial quantities, IOGC would earn an assignment of your interest in the E/2 of Section 20 from the surface of the earth to the total depth drilled in the test well.
3. You would reserve in such assignment a 1/8th of 8/8ths overriding royalty interest which would absorb all burdens in excess of the usual 1/8th royalty, and would be proportionately reduced to the interest being assigned.

Due to time constraints on the commencement of the proposed well, IOGC has filed an application for compulsory pooling and an unorthodox well location with the New Mexico Oil Conservation Division. This matter will be heard at 8:15 a.m. on Thursday, December 5, 1996 at the Division's office at 2040 South Pacheco Street, Santa Fe, New Mexico. Failure to appear at that time will preclude you from contesting this matter at a later date. However, we would like to obtain your voluntary joinder in the well, and we would appreciate discussing this proposal with you at your earliest convenience.

Very truly yours,



Rock A. Quinn  
Senior Landman

RAQ:rkw  
Enclosures (2)



# InterCoast Oil and Gas

InterCoast Oil and Gas Company  
7130 South Lewis Avenue  
Suite 700  
Tulsa, Oklahoma 74136  
918 488-8283 Telephone  
918 488-8182 Fax

November 11, 1996

Yates Petroleum Corp.  
105 S. 4th Street  
Artesia, NM 87196

RE: Well Proposal  
E/2 Section 20-20S-28E  
Eddy County, NM  
IOGC's Angell Ranch Prospect

Gentlemen:

InterCoast Oil and Gas Company ("IOGC") hereby proposes the drilling of a well to be located 990' FNL and 990' FEL of Section 20-20S-28E, Eddy County, New Mexico. IOGC proposes that the test well be drilled to a depth of approximately 11,250' in order to sufficiently test the Morrow Sand formation. Dry hole costs are estimated to be \$405,000, with total completed well costs estimated at \$697,000.

Enclosed are two copies of the AFE for your review and approval. If you should desire to participate, please sign and return one copy of the AFE together with any comments you may have regarding the Operating Agreement previously submitted for your consideration. IOGC has acquired the interest of Kerr-McGee in the NE/4 of Section 20. As you are aware, IOGC has previously proposed the drilling of this well on the basis of a N/2 Section 20 unit. Pursuant to our recent meeting with Yates Petroleum Corporation, it was mutually agreed that an E/2 Section 20 unit would accommodate additional drilling opportunities in the W/2 thereof.

If you do not wish to participate in the proposed test well, IOGC proposes that you grant us a farmout of your interest in the E/2 of Section 20-20S-28E under the following terms:

1. On or before 60 days following the execution date of a definitive agreement, IOGC would commence or cause the commencement of an 11,250' Morrow Sand test at a location 990' FNL and 990' FEL of Section 20-20S-28E, Eddy County, New Mexico.

2. In the event the test well results in a well capable of producing in commercial quantities, IOGC would earn an assignment of your interest in the E/2 of Section 20 from the surface of the earth to the total depth drilled in the test well.
3. You would reserve in such assignment a 1/8th of 8/8ths overriding royalty interest which would absorb all burdens in excess of the usual 1/8th royalty, and would be proportionately reduced to the interest being assigned.

Due to time constraints on the commencement of the proposed well, IOGC has filed an application for compulsory pooling and an unorthodox well location with the New Mexico Oil Conservation Division. This matter will be heard at 8:15 a.m. on Thursday, December 5, 1996 at the Division's office at 2040 South Pacheco Street, Santa Fe, New Mexico. Failure to appear at that time will preclude you from contesting this matter at a later date. However, we would like to obtain your voluntary joinder in the well, and we would appreciate discussing this proposal with you at your earliest convenience.

Very truly yours,



Rock A. Quinn  
Senior Landman

RAQ:rkw  
Enclosures (2)



InterCoast Oil and Gas Company  
7130 South Lewis Avenue  
Suite 700  
Tulsa, Oklahoma 74136  
918 488-8283 Telephone  
918 488-8182 Fax

November 11, 1996

Hayes Properties, Inc.  
P. O. Box 3700  
Midland, TX 79702

RE: Well Proposal  
E/2 Section 20-20S-28E  
Eddy County, NM  
IOGC's Angell Ranch Prospect

Gentlemen:

InterCoast Oil and Gas Company ("IOGC") hereby proposes the drilling of a well to be located 990' FNL and 990' FEL of Section 20-20S-28E, Eddy County, New Mexico. IOGC proposes that the test well be drilled to a depth of approximately 11,250' in order to sufficiently test the Morrow Sand formation. Dry hole costs are estimated to be \$405,000, with total completed well costs estimated at \$697,000.

Enclosed are two copies of the AFE for your review and approval. If you should desire to participate, please sign and return one copy of the AFE together with any comments you may have regarding the Operating Agreement previously submitted for your consideration. IOGC has acquired the interest of Kerr-McGee in the NE/4 of Section 20. As you are aware, IOGC has previously proposed the drilling of this well on the basis of a N/2 Section 20 unit. Pursuant to our recent meeting with Yates Petroleum Corporation, it was mutually agreed that an E/2 Section 20 unit would accommodate additional drilling opportunities in the W/2 thereof.

If you do not wish to participate in the proposed test well, IOGC proposes that you grant us a farmout of your interest in the E/2 of Section 20-20S-28E under the following terms:

1. On or before 60 days following the execution date of a definitive agreement, IOGC would commence or cause the commencement of an 11,250' Morrow Sand test at a location 990' FNL and 990' FEL of Section 20-20S-28E, Eddy County, New Mexico.

2. In the event the test well results in a well capable of producing in commercial quantities, IOGC would earn an assignment of your interest in the E/2 of Section 20 from the surface of the earth to the total depth drilled in the test well.
3. You would reserve in such assignment a 1/8th of 8/8ths overriding royalty interest which would absorb all burdens in excess of the usual 1/8th royalty, and would be proportionately reduced to the interest being assigned.

Due to time constraints on the commencement of the proposed well, IOGC has filed an application for compulsory pooling and an unorthodox well location with the New Mexico Oil Conservation Division. This matter will be heard at 8:15 a.m. on Thursday, December 5, 1996 at the Division's office at 2040 South Pacheco Street, Santa Fe, New Mexico. Failure to appear at that time will preclude you from contesting this matter at a later date. However, we would like to obtain your voluntary joinder in the well, and we would appreciate discussing this proposal with you at your earliest convenience.

Very truly yours,



Rock A. Quinn  
Senior Landman

RAQ:rkw  
Enclosures (2)



# InterCoast Oil and Gas

InterCoast Oil and Gas Company  
7130 South Lewis Avenue  
Suite 700  
Tulsa, Oklahoma 74136  
918 488-8283 Telephone  
918 488-8182 Fax

November 11, 1996

Frances B. Bunn  
2493 Makiki Heights Drive  
Honolulu, Hawaii 96822

RE: Well Proposal  
E/2 Section 20-20S-28E  
Eddy County, NM  
IOGC's Angell Ranch Prospect

Dear Ms. Bunn:

InterCoast Oil and Gas Company ("IOGC") hereby proposes the drilling of a well to be located 990' FNL and 990' FEL of Section 20-20S-28E, Eddy County, New Mexico. IOGC proposes that the test well be drilled to a depth of approximately 11,250' in order to sufficiently test the Morrow Sand formation. Dry hole costs are estimated to be \$405,000, with total completed well costs estimated at \$697,000.

Enclosed are two copies of the AFE for your review and approval. If you should desire to participate, please sign and return one copy of the AFE together with any comments you may have regarding the Operating Agreement previously submitted for your consideration. IOGC has acquired the interest of Kerr-McGee in the NE/4 of Section 20. As you are aware, IOGC has previously proposed the drilling of this well on the basis of a N/2 Section 20 unit. Pursuant to our recent meeting with Yates Petroleum Corporation, it was mutually agreed that an E/2 Section 20 unit would accommodate additional drilling opportunities in the W/2 thereof.

If you do not wish to participate in the proposed test well, IOGC proposes that you grant us a farmout of your interest in the E/2 of Section 20-20S-28E under the following terms:

1. On or before 60 days following the execution date of a definitive agreement, IOGC would commence or cause the commencement of an 11,250' Morrow Sand test at a location 990' FNL and 990' FEL of Section 20-20S-28E, Eddy County, New Mexico.

2. In the event the test well results in a well capable of producing in commercial quantities, IOGC would earn an assignment of your interest in the E/2 of Section 20 from the surface of the earth to the total depth drilled in the test well.
3. You would reserve in such assignment a 1/8th of 8/8ths overriding royalty interest which would absorb all burdens in excess of the usual 1/8th royalty, and would be proportionately reduced to the interest being assigned.

Due to time constraints on the commencement of the proposed well, IOGC has filed an application for compulsory pooling and an unorthodox well location with the New Mexico Oil Conservation Division. This matter will be heard at 8:15 a.m. on Thursday, December 5, 1996 at the Division's office at 2040 South Pacheco Street, Santa Fe, New Mexico. Failure to appear at that time will preclude you from contesting this matter at a later date. However, we would like to obtain your voluntary joinder in the well, and we would appreciate discussing this proposal with you at your earliest convenience.

Very truly yours,



Rock A. Quinn  
Senior Landman

RAQ:rkw  
Enclosures (2)



InterCoast Oil and Gas Company  
7130 South Lewis Avenue  
Suite 700  
Tulsa, Oklahoma 74136  
918 488-8283 Telephone  
918 488-8182 Fax

November 11, 1996

Edward H. Judson and  
Marilyn M. Judson  
400 West Illinois, Suite 1100  
Midland, TX 79701

RE: Well Proposal  
E/2 Section 20-20S-28E  
Eddy County, NM  
IOGC's Angell Ranch Prospect

Dear Mr. and Mrs. Judson:

InterCoast Oil and Gas Company ("IOGC") hereby proposes the drilling of a well to be located 990' FNL and 990' FEL of Section 20-20S-28E, Eddy County, New Mexico. IOGC proposes that the test well be drilled to a depth of approximately 11,250' in order to sufficiently test the Morrow Sand formation. Dry hole costs are estimated to be \$405,000, with total completed well costs estimated at \$697,000.

Enclosed are two copies of the AFE for your review and approval. If you should desire to participate, please sign and return one copy of the AFE together with any comments you may have regarding the Operating Agreement previously submitted for your consideration. IOGC has acquired the interest of Kerr-McGee in the NE/4 of Section 20. As you are aware, IOGC has previously proposed the drilling of this well on the basis of a N/2 Section 20 unit. Pursuant to our recent meeting with Yates Petroleum Corporation, it was mutually agreed that an E/2 Section 20 unit would accommodate additional drilling opportunities in the W/2 thereof.

If you do not wish to participate in the proposed test well, IOGC proposes that you grant us a farmout of your interest in the E/2 of Section 20-20S-28E under the following terms:

1. On or before 60 days following the execution date of a definitive agreement, IOGC would commence or cause the commencement of an 11,250' Morrow Sand test at a location 990' FNL and 990' FEL of Section 20-20S-28E, Eddy County, New Mexico.

Edward H. Judson and  
Marilyn M. Judson  
November 11, 1996  
Page 2

2. In the event the test well results in a well capable of producing in commercial quantities, IOGC would earn an assignment of your interest in the E/2 of Section 20 from the surface of the earth to the total depth drilled in the test well.
3. You would reserve in such assignment a 1/8th of 8/8ths overriding royalty interest which would absorb all burdens in excess of the usual 1/8th royalty, and would be proportionately reduced to the interest being assigned.

Due to time constraints on the commencement of the proposed well, IOGC has filed an application for compulsory pooling and an unorthodox well location with the New Mexico Oil Conservation Division. This matter will be heard at 8:15 a.m. on Thursday, December 5, 1996 at the Division's office at 2040 South Pacheco Street, Santa Fe, New Mexico. Failure to appear at that time will preclude you from contesting this matter at a later date. However, we would like to obtain your voluntary joinder in the well, and we would appreciate discussing this proposal with you at your earliest convenience.

Very truly yours,



Rock A. Quinn  
Senior Landman

RAQ:rkw  
Enclosures (2)



InterCoast Oil and Gas Company  
7130 South Lewis Avenue  
Suite 700  
Tulsa, Oklahoma 74136  
918 488-8283 Telephone  
918 488-8182 Fax

November 11, 1996

Devon Energy Corporation  
20 North Broadway, Suite 1500  
Oklahoma City, OK 73102

RE: Well Proposal  
E/2 Section 20-20S-28E  
Eddy County, NM  
IOGC's Angell Ranch Prospect

Gentlemen:

InterCoast Oil and Gas Company ("IOGC") hereby proposes the drilling of a well to be located 990' FNL and 990' FEL of Section 20-20S-28E, Eddy County, New Mexico. IOGC proposes that the test well be drilled to a depth of approximately 11,250' in order to sufficiently test the Morrow Sand formation. Dry hole costs are estimated to be \$405,000, with total completed well costs estimated at \$697,000.

Enclosed are two copies of the AFE for your review and approval. If you should desire to participate, please sign and return one copy of the AFE together with any comments you may have regarding the Operating Agreement previously submitted for your consideration. IOGC has acquired the interest of Kerr-McGee in the NE/4 of Section 20. As you are aware, IOGC has previously proposed the drilling of this well on the basis of a N/2 Section 20 unit. Pursuant to our recent meeting with Yates Petroleum Corporation, it was mutually agreed that an E/2 Section 20 unit would accommodate additional drilling opportunities in the W/2 thereof.

If you do not wish to participate in the proposed test well, IOGC proposes that you grant us a farmout of your interest in the E/2 of Section 20-20S-28E under the following terms:

1. On or before 60 days following the execution date of a definitive agreement, IOGC would commence or cause the commencement of an 11,250' Morrow Sand test at a location 990' FNL and 990' FEL of Section 20-20S-28E, Eddy County, New Mexico.

2. In the event the test well results in a well capable of producing in commercial quantities, IOGC would earn an assignment of your interest in the E/2 of Section 20 from the surface of the earth to the total depth drilled in the test well.
3. You would reserve in such assignment a 1/8th of 8/8ths overriding royalty interest which would absorb all burdens in excess of the usual 1/8th royalty, and would be proportionately reduced to the interest being assigned.

Due to time constraints on the commencement of the proposed well, IOGC has filed an application for compulsory pooling and an unorthodox well location with the New Mexico Oil Conservation Division. This matter will be heard at 8:15 a.m. on Thursday, December 5, 1996 at the Division's office at 2040 South Pacheco Street, Santa Fe, New Mexico. Failure to appear at that time will preclude you from contesting this matter at a later date. However, we would like to obtain your voluntary joinder in the well, and we would appreciate discussing this proposal with you at your earliest convenience.

Very truly yours,



Rock A. Quinn  
Senior Landman

RAQ:rkw  
Enclosures (2)



InterCoast Oil and Gas Company  
7130 South Lewis Avenue  
Suite 700  
Tulsa, Oklahoma 74126  
918 488-8283 Telephone  
918 488-8182 Fax

November 11, 1996

Brown Brothers Harriman Trust Company  
Trustee of the William B. Oliver  
Trust and Successor Trustee of the  
Agnes Cluth Oliver Trust  
2001 Ross Ave., Suite 1150  
Dallas, TX 75201

RE: Well Proposal  
E/2 Section 20-20S-28E  
Eddy County, NM  
IOGC's Angell Ranch Prospect

Gentlemen:

InterCoast Oil and Gas Company ("IOGC") hereby proposes the drilling of a well to be located 990' FNL and 990' FEL of Section 20-20S-28E, Eddy County, New Mexico. IOGC proposes that the test well be drilled to a depth of approximately 11,250' in order to sufficiently test the Morrow Sand formation. Dry hole costs are estimated to be \$405,000, with total completed well costs estimated at \$697,000.

Enclosed are two copies of the AFE for your review and approval. If you should desire to participate, please sign and return one copy of the AFE together with any comments you may have regarding the Operating Agreement previously submitted for your consideration. IOGC has acquired the interest of Kerr-McGee in the NE/4 of Section 20. As you are aware, IOGC has previously proposed the drilling of this well on the basis of a N/2 Section 20 unit. Pursuant to our recent meeting with Yates Petroleum Corporation, it was mutually agreed that an E/2 Section 20 unit would accommodate additional drilling opportunities in the W/2 thereof.

If you do not wish to participate in the proposed test well, IOGC proposes that you grant us a farmout of your interest in the E/2 of Section 20-20S-28E under the following terms:

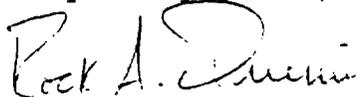
1. On or before 60 days following the execution date of a definitive agreement, IOGC would commence or cause the commencement of an 11,250' Morrow Sand test at a location 990' FNL and 990' FEL of Section 20-20S-28E, Eddy County, New Mexico.

Brown Brothers Harriman Trust Company  
Trustee of the William B. Oliver  
Trust and Successor Trustee of the  
Agnes Cluth Oliver Trust  
November 11, 1996  
Page 2

2. In the event the test well results in a well capable of producing in commercial quantities, IOGC would earn an assignment of your interest in the E/2 of Section 20 from the surface of the earth to the total depth drilled in the test well.
3. You would reserve in such assignment a 1/8th of 8/8ths overriding royalty interest which would absorb all burdens in excess of the usual 1/8th royalty, and would be proportionately reduced to the interest being assigned.

Due to time constraints on the commencement of the proposed well, IOGC has filed an application for compulsory pooling and an unorthodox well location with the New Mexico Oil Conservation Division. This matter will be heard at 8:15 a.m. on Thursday, December 5, 1996 at the Division's office at 2040 South Pacheco Street, Santa Fe, New Mexico. Failure to appear at that time will preclude you from contesting this matter at a later date. However, we would like to obtain your voluntary joinder in the well, and we would appreciate discussing this proposal with you at your earliest convenience.

Very truly yours,



Rock A. Quinn  
Senior Landman

RAQ:rkw  
Enclosures (2)



InterCoast Oil and Gas Company  
7130 South Lewis Avenue  
Suite 700  
Tulsa, Oklahoma 74136  
918 488-8283 Telephone  
918 488-8182 Fax

November 11, 1996

LAJ Corp.  
P. O. Box 10626  
Midland, TX 79702-7626

RE: Well Proposal  
E/2 Section 20-20S-28E  
Eddy County, NM  
IOGC's Angell Ranch Prospect

Gentlemen:

InterCoast Oil and Gas Company ("IOGC") hereby proposes the drilling of a well to be located 990' FNL and 990' FEL of Section 20-20S-28E, Eddy County, New Mexico. IOGC proposes that the test well be drilled to a depth of approximately 11,250' in order to sufficiently test the Morrow Sand formation. Dry hole costs are estimated to be \$405,000, with total completed well costs estimated at \$697,000.

Enclosed are two copies of the AFE for your review and approval. If you should desire to participate, please sign and return one copy of the AFE together with any comments you may have regarding the Operating Agreement previously submitted for your consideration. IOGC has acquired the interest of Kerr-McGee in the NE/4 of Section 20. As you are aware, IOGC has previously proposed the drilling of this well on the basis of a N/2 Section 20 unit. Pursuant to our recent meeting with Yates Petroleum Corporation, it was mutually agreed that an E/2 Section 20 unit would accommodate additional drilling opportunities in the W/2 thereof.

If you do not wish to participate in the proposed test well, IOGC proposes that you grant us a farmout of your interest in the E/2 of Section 20-20S-28E under the following terms:

1. On or before 60 days following the execution date of a definitive agreement, IOGC would commence or cause the commencement of an 11,250' Morrow Sand test at a location 990' FNL and 990' FEL of Section 20-20S-28E, Eddy County, New Mexico.

2. In the event the test well results in a well capable of producing in commercial quantities, IOGC would earn an assignment of your interest in the E/2 of Section 20 from the surface of the earth to the total depth drilled in the test well.
3. You would reserve in such assignment a 1/8th of 8/8ths overriding royalty interest which would absorb all burdens in excess of the usual 1/8th royalty, and would be proportionately reduced to the interest being assigned.

Due to time constraints on the commencement of the proposed well, IOGC has filed an application for compulsory pooling and an unorthodox well location with the New Mexico Oil Conservation Division. This matter will be heard at 8:15 a.m. on Thursday, December 5, 1996 at the Division's office at 2040 South Pacheco Street, Santa Fe, New Mexico. Failure to appear at that time will preclude you from contesting this matter at a later date. However, we would like to obtain your voluntary joinder in the well, and we would appreciate discussing this proposal with you at your earliest convenience.

Very truly yours,



Rock A. Quinn  
Senior Landman

RAQ:rkw  
Enclosures (2)



**InterCoast  
Oil and Gas**

InterCoast Oil and Gas Company  
7130 South Lewis Avenue  
Suite 700  
Tulsa, Oklahoma 74136  
918 488-8283 Telephone  
918 488-8182 Fax

November 11, 1996

Karen V. Martin and William H. Martin,  
Trustees of the Martin Living Trust  
400 West Illinois, Suite 1100  
Midland, TX 79701

RE: Well Proposal  
E/2 Section 20-20S-28E  
Eddy County, NM  
IOGC's Angell Ranch Prospect

Ladies and Gentlemen:

InterCoast Oil and Gas Company ("IOGC") hereby proposes the drilling of a well to be located 990' FNL and 990' FEL of Section 20-20S-28E, Eddy County, New Mexico. IOGC proposes that the test well be drilled to a depth of approximately 11,250' in order to sufficiently test the Morrow Sand formation. Dry hole costs are estimated to be \$405,000, with total completed well costs estimated at \$697,000.

Enclosed are two copies of the AFE for your review and approval. If you should desire to participate, please sign and return one copy of the AFE together with any comments you may have regarding the Operating Agreement previously submitted for your consideration. IOGC has acquired the interest of Kerr-McGee in the NE/4 of Section 20. As you are aware, IOGC has previously proposed the drilling of this well on the basis of a N/2 Section 20 unit. Pursuant to our recent meeting with Yates Petroleum Corporation, it was mutually agreed that an E/2 Section 20 unit would accommodate additional drilling opportunities in the W/2 thereof.

If you do not wish to participate in the proposed test well, IOGC proposes that you grant us a farmout of your interest in the E/2 of Section 20-20S-28E under the following terms:

1. On or before 60 days following the execution date of a definitive agreement, IOGC would commence or cause the commencement of an 11,250' Morrow Sand test at a location 990' FNL and 990' FEL of Section 20-20S-28E, Eddy County, New Mexico.

Karen V. Martin and William H. Martin,  
Trustees of the Martin Living Trust  
November 11, 1996  
Page 2

2. In the event the test well results in a well capable of producing in commercial quantities, IOGC would earn an assignment of your interest in the E/2 of Section 20 from the surface of the earth to the total depth drilled in the test well.
3. You would reserve in such assignment a 1/8th of 8/8ths overriding royalty interest which would absorb all burdens in excess of the usual 1/8th royalty, and would be proportionately reduced to the interest being assigned.

Due to time constraints on the commencement of the proposed well, IOGC has filed an application for compulsory pooling and an unorthodox well location with the New Mexico Oil Conservation Division. This matter will be heard at 8:15 a.m. on Thursday, December 5, 1996 at the Division's office at 2040 South Pacheco Street, Santa Fe, New Mexico. Failure to appear at that time will preclude you from contesting this matter at a later date. However, we would like to obtain your voluntary joinder in the well, and we would appreciate discussing this proposal with you at your earliest convenience.

Very truly yours,

  
Rock A. Quinn  
Senior Landman

RAQ:rkw  
Enclosures (2)



InterCoast Oil and Gas Company  
7130 South Lewis Avenue  
Suite 700  
Tulsa, Oklahoma 74136  
918 488-8283 Telephone  
918 488-8182 Fax

November 11, 1996

Edward R. Hudson, Jr. and  
Ann F. Hudson  
616 Texas Street  
Ft. Worth, TX 76102

RE: Well Proposal  
E/2 Section 20-20S-28E  
Eddy County, NM  
IOGC's Angell Ranch Prospect

Dear Mr. and Mrs. Hudson:

InterCoast Oil and Gas Company ("IOGC") hereby proposes the drilling of a well to be located 990' FNL and 990' FEL of Section 20-20S-28E, Eddy County, New Mexico. IOGC proposes that the test well be drilled to a depth of approximately 11,250' in order to sufficiently test the Morrow Sand formation. Dry hole costs are estimated to be \$405,000, with total completed well costs estimated at \$697,000.

Enclosed are two copies of the AFE for your review and approval. If you should desire to participate, please sign and return one copy of the AFE together with any comments you may have regarding the Operating Agreement previously submitted for your consideration. IOGC has acquired the interest of Kerr-McGee in the NE/4 of Section 20. As you are aware, IOGC has previously proposed the drilling of this well on the basis of a N/2 Section 20 unit. Pursuant to our recent meeting with Yates Petroleum Corporation, it was mutually agreed that an E/2 Section 20 unit would accommodate additional drilling opportunities in the W/2 thereof.

If you do not wish to participate in the proposed test well, IOGC proposes that you grant us a farmout of your interest in the E/2 of Section 20-20S-28E under the following terms:

1. On or before 60 days following the execution date of a definitive agreement, IOGC would commence or cause the commencement of an 11,250' Morrow Sand test at a location 990' FNL and 990' FEL of Section 20-20S-28E, Eddy County, New Mexico.

Edward R. Hudson, Jr. and  
Ann F. Hudson  
November 11, 1996  
Page 2

2. In the event the test well results in a well capable of producing in commercial quantities, IOGC would earn an assignment of your interest in the E/2 of Section 20 from the surface of the earth to the total depth drilled in the test well.
3. You would reserve in such assignment a 1/8th of 8/8ths overriding royalty interest which would absorb all burdens in excess of the usual 1/8th royalty, and would be proportionately reduced to the interest being assigned.

Due to time constraints on the commencement of the proposed well, IOGC has filed an application for compulsory pooling and an unorthodox well location with the New Mexico Oil Conservation Division. This matter will be heard at 8:15 a.m. on Thursday, December 5, 1996 at the Division's office at 2040 South Pacheco Street, Santa Fe, New Mexico. Failure to appear at that time will preclude you from contesting this matter at a later date. However, we would like to obtain your voluntary joinder in the well, and we would appreciate discussing this proposal with you at your earliest convenience.

Very truly yours,



Rock A. Quinn  
Senior Landman

RAQ:rkw  
Enclosures (2)



# InterCoast Oil and Gas

InterCoast Oil and Gas Company  
7130 South Lewis Avenue  
Suite 700  
Tulsa, Oklahoma 74136  
918 488-8283 Telephone  
918 488-8182 Fax

November 11, 1996

Joseph R. Hodge  
3815 Roxbury Ct.  
Colorado Springs, CO 80906

RE: Well Proposal  
E/2 Section 20-20S-28E  
Eddy County, NM  
IOGC's Angell Ranch Prospect

Dear Mr. Hodge:

InterCoast Oil and Gas Company ("IOGC") hereby proposes the drilling of a well to be located 990' FNL and 990' FEL of Section 20-20S-28E, Eddy County, New Mexico. IOGC proposes that the test well be drilled to a depth of approximately 11,250' in order to sufficiently test the Morrow Sand formation. Dry hole costs are estimated to be \$405,000, with total completed well costs estimated at \$697,000.

Enclosed are two copies of the AFE for your review and approval. If you should desire to participate, please sign and return one copy of the AFE together with any comments you may have regarding the Operating Agreement previously submitted for your consideration. IOGC has acquired the interest of Kerr-McGee in the NE/4 of Section 20. As you are aware, IOGC has previously proposed the drilling of this well on the basis of a N/2 Section 20 unit. Pursuant to our recent meeting with Yates Petroleum Corporation, it was mutually agreed that an E/2 Section 20 unit would accommodate additional drilling opportunities in the W/2 thereof.

If you do not wish to participate in the proposed test well, IOGC proposes that you grant us a farmout of your interest in the E/2 of Section 20-20S-28E under the following terms:

1. On or before 60 days following the execution date of a definitive agreement, IOGC would commence or cause the commencement of an 11,250' Morrow Sand test at a location 990' FNL and 990' FEL of Section 20-20S-28E, Eddy County, New Mexico.

2. In the event the test well results in a well capable of producing in commercial quantities, IOGC would earn an assignment of your interest in the E/2 of Section 20 from the surface of the earth to the total depth drilled in the test well.
3. You would reserve in such assignment a 1/8th of 8/8ths overriding royalty interest which would absorb all burdens in excess of the usual 1/8th royalty, and would be proportionately reduced to the interest being assigned.

Due to time constraints on the commencement of the proposed well, IOGC has filed an application for compulsory pooling and an unorthodox well location with the New Mexico Oil Conservation Division. This matter will be heard at 8:15 a.m. on Thursday, December 5, 1996 at the Division's office at 2040 South Pacheco Street, Santa Fe, New Mexico. Failure to appear at that time will preclude you from contesting this matter at a later date. However, we would like to obtain your voluntary joinder in the well, and we would appreciate discussing this proposal with you at your earliest convenience.

Very truly yours,



Rock A. Quinn  
Senior Landman

RAQ:rkw  
Enclosures (2)



InterCoast Oil and Gas Company  
7130 South Lewis Avenue  
Suite 700  
Tulsa, Oklahoma 74136  
918 488-8283 Telephone  
918 488-8182 Fax

November 11, 1996

J. W. Gendron  
1280 Encino Drive  
San Marino, CA 91108

RE: Well Proposal  
E/2 Section 20-20S-28E  
Eddy County, NM  
IOGC's Angell Ranch Prospect

Dear Mr. Gendron:

InterCoast Oil and Gas Company ("IOGC") hereby proposes the drilling of a well to be located 990' FNL and 990' FEL of Section 20-20S-28E, Eddy County, New Mexico. IOGC proposes that the test well be drilled to a depth of approximately 11,250' in order to sufficiently test the Morrow Sand formation. Dry hole costs are estimated to be \$405,000, with total completed well costs estimated at \$697,000.

Enclosed are two copies of the AFE for your review and approval. If you should desire to participate, please sign and return one copy of the AFE together with any comments you may have regarding the Operating Agreement previously submitted for your consideration. IOGC has acquired the interest of Kerr-McGee in the NE/4 of Section 20. As you are aware, IOGC has previously proposed the drilling of this well on the basis of a N/2 Section 20 unit. Pursuant to our recent meeting with Yates Petroleum Corporation, it was mutually agreed that an E/2 Section 20 unit would accommodate additional drilling opportunities in the W/2 thereof.

If you do not wish to participate in the proposed test well, IOGC proposes that you grant us a farmout of your interest in the E/2 of Section 20-20S-28E under the following terms:

1. On or before 60 days following the execution date of a definitive agreement, IOGC would commence or cause the commencement of an 11,250' Morrow Sand test at a location 990' FNL and 990' FEL of Section 20-20S-28E, Eddy County, New Mexico.

2. In the event the test well results in a well capable of producing in commercial quantities, IOGC would earn an assignment of your interest in the E/2 of Section 20 from the surface of the earth to the total depth drilled in the test well.
3. You would reserve in such assignment a 1/8th of 8/8ths overriding royalty interest which would absorb all burdens in excess of the usual 1/8th royalty, and would be proportionately reduced to the interest being assigned.

Due to time constraints on the commencement of the proposed well, IOGC has filed an application for compulsory pooling and an unorthodox well location with the New Mexico Oil Conservation Division. This matter will be heard at 8:15 a.m. on Thursday, December 5, 1996 at the Division's office at 2040 South Pacheco Street, Santa Fe, New Mexico. Failure to appear at that time will preclude you from contesting this matter at a later date. However, we would like to obtain your voluntary joinder in the well, and we would appreciate discussing this proposal with you at your earliest convenience.

Very truly yours,



Rock A. Quinn  
Senior Landman

RAQ:rkw  
Enclosures (2)



InterCoast Oil and Gas Company  
7130 South Lewis Avenue  
Suite 700  
Tulsa, Oklahoma 74136  
918 488-8283 Telephone  
918 488-8182 Fax

November 11, 1996

Myco Industries, Inc.  
105 South Fourth Street  
Artesia, NM 88210

RE: Well Proposal  
E/2 Section 20-20S-28E  
Eddy County, NM  
IOGC's Angell Ranch Prospect

Gentlemen:

InterCoast Oil and Gas Company ("IOGC") hereby proposes the drilling of a well to be located 990' FNL and 990' FEL of Section 20-20S-28E, Eddy County, New Mexico. IOGC proposes that the test well be drilled to a depth of approximately 11,250' in order to sufficiently test the Morrow Sand formation. Dry hole costs are estimated to be \$405,000, with total completed well costs estimated at \$697,000.

Enclosed are two copies of the AFE for your review and approval. If you should desire to participate, please sign and return one copy of the AFE together with any comments you may have regarding the Operating Agreement previously submitted for your consideration. IOGC has acquired the interest of Kerr-McGee in the NE/4 of Section 20. As you are aware, IOGC has previously proposed the drilling of this well on the basis of a N/2 Section 20 unit. Pursuant to our recent meeting with Yates Petroleum Corporation, it was mutually agreed that an E/2 Section 20 unit would accommodate additional drilling opportunities in the W/2 thereof.

If you do not wish to participate in the proposed test well, IOGC proposes that you grant us a farmout of your interest in the E/2 of Section 20-20S-28E under the following terms:

1. On or before 60 days following the execution date of a definitive agreement, IOGC would commence or cause the commencement of an 11,250' Morrow Sand test at a location 990' FNL and 990' FEL of Section 20-20S-28E, Eddy County, New Mexico.

2. In the event the test well results in a well capable of producing in commercial quantities, IOGC would earn an assignment of your interest in the E/2 of Section 20 from the surface of the earth to the total depth drilled in the test well.
3. You would reserve in such assignment a 1/8th of 8/8ths overriding royalty interest which would absorb all burdens in excess of the usual 1/8th royalty, and would be proportionately reduced to the interest being assigned.

Due to time constraints on the commencement of the proposed well, IOGC has filed an application for compulsory pooling and an unorthodox well location with the New Mexico Oil Conservation Division. This matter will be heard at 8:15 a.m. on Thursday, December 5, 1996 at the Division's office at 2040 South Pacheco Street, Santa Fe, New Mexico. Failure to appear at that time will preclude you from contesting this matter at a later date. However, we would like to obtain your voluntary joinder in the well, and we would appreciate discussing this proposal with you at your earliest convenience.

Very truly yours,



Rock A. Quinn  
Senior Landman

RAQ:rkw  
Enclosures (2)



InterCoast Oil and Gas Company  
7130 South Lewis Avenue  
Suite 700  
Tulsa, Oklahoma 74136  
918 488-8283 Telephone  
918 488-8182 Fax

November 11, 1996

Space Building Corporation  
250 Cape Highway, Route 44  
East Taunton, MA 02713

RE: Well Proposal  
E/2 Section 20-20S-28E  
Eddy County, NM  
IOGC's Angell Ranch Prospect

Gentlemen:

InterCoast Oil and Gas Company ("IOGC") hereby proposes the drilling of a well to be located 990' FNL and 990' FEL of Section 20-20S-28E, Eddy County, New Mexico. IOGC proposes that the test well be drilled to a depth of approximately 11,250' in order to sufficiently test the Morrow Sand formation. Dry hole costs are estimated to be \$405,000, with total completed well costs estimated at \$697,000.

Enclosed are two copies of the AFE for your review and approval. If you should desire to participate, please sign and return one copy of the AFE together with any comments you may have regarding the Operating Agreement previously submitted for your consideration. IOGC has acquired the interest of Kerr-McGee in the NE/4 of Section 20. As you are aware, IOGC has previously proposed the drilling of this well on the basis of a N/2 Section 20 unit. Pursuant to our recent meeting with Yates Petroleum Corporation, it was mutually agreed that an E/2 Section 20 unit would accommodate additional drilling opportunities in the W/2 thereof.

If you do not wish to participate in the proposed test well, IOGC proposes that you grant us a farmout of your interest in the E/2 of Section 20-20S-28E under the following terms:

1. On or before 60 days following the execution date of a definitive agreement, IOGC would commence or cause the commencement of an 11,250' Morrow Sand test at a location 990' FNL and 990' FEL of Section 20-20S-28E, Eddy County, New Mexico.

2. In the event the test well results in a well capable of producing in commercial quantities, IOGC would earn an assignment of your interest in the E/2 of Section 20 from the surface of the earth to the total depth drilled in the test well.
3. You would reserve in such assignment a 1/8th of 8/8ths overriding royalty interest which would absorb all burdens in excess of the usual 1/8th royalty, and would be proportionately reduced to the interest being assigned.

Due to time constraints on the commencement of the proposed well, IOGC has filed an application for compulsory pooling and an unorthodox well location with the New Mexico Oil Conservation Division. This matter will be heard at 8:15 a.m. on Thursday, December 5, 1996 at the Division's office at 2040 South Pacheco Street, Santa Fe, New Mexico. Failure to appear at that time will preclude you from contesting this matter at a later date. However, we would like to obtain your voluntary joinder in the well, and we would appreciate discussing this proposal with you at your earliest convenience.

Very truly yours,



Rock A. Quinn  
Senior Landman

RAQ:rkw  
Enclosures (2)



InterCoast Oil and Gas Company  
7130 South Lewis Avenue  
Suite 700  
Tulsa, Oklahoma 74136  
918 488-8283 Telephone  
918 488-8182 Fax

November 11, 1996

Sanford J. Hodge, III  
4324 Hanover  
Dallas, TX 75225

RE: Well Proposal  
E/2 Section 20-20S-28E  
Eddy County, NM  
IOGC's Angell Ranch Prospect

Dear Mr. Hodge:

InterCoast Oil and Gas Company ("IOGC") hereby proposes the drilling of a well to be located 990' FNL and 990' FEL of Section 20-20S-28E, Eddy County, New Mexico. IOGC proposes that the test well be drilled to a depth of approximately 11,250' in order to sufficiently test the Morrow Sand formation. Dry hole costs are estimated to be \$405,000, with total completed well costs estimated at \$697,000.

Enclosed are two copies of the AFE for your review and approval. If you should desire to participate, please sign and return one copy of the AFE together with any comments you may have regarding the Operating Agreement previously submitted for your consideration. IOGC has acquired the interest of Kerr-McGee in the NE/4 of Section 20. As you are aware, IOGC has previously proposed the drilling of this well on the basis of a N/2 Section 20 unit. Pursuant to our recent meeting with Yates Petroleum Corporation, it was mutually agreed that an E/2 Section 20 unit would accommodate additional drilling opportunities in the W/2 thereof.

If you do not wish to participate in the proposed test well, IOGC proposes that you grant us a farmout of your interest in the E/2 of Section 20-20S-28E under the following terms:

1. On or before 60 days following the execution date of a definitive agreement, IOGC would commence or cause the commencement of an 11,250' Morrow Sand test at a location 990' FNL and 990' FEL of Section 20-20S-28E, Eddy County, New Mexico.

2. In the event the test well results in a well capable of producing in commercial quantities, IOGC would earn an assignment of your interest in the E/2 of Section 20 from the surface of the earth to the total depth drilled in the test well.
3. You would reserve in such assignment a 1/8th of 8/8ths overriding royalty interest which would absorb all burdens in excess of the usual 1/8th royalty, and would be proportionately reduced to the interest being assigned.

Due to time constraints on the commencement of the proposed well, IOGC has filed an application for compulsory pooling and an unorthodox well location with the New Mexico Oil Conservation Division. This matter will be heard at 8:15 a.m. on Thursday, December 5, 1996 at the Division's office at 2040 South Pacheco Street, Santa Fe, New Mexico. Failure to appear at that time will preclude you from contesting this matter at a later date. However, we would like to obtain your voluntary joinder in the well, and we would appreciate discussing this proposal with you at your earliest convenience.

Very truly yours,



Rock A. Quinn  
Senior Landman

RAQ:rkw  
Enclosures (2)



InterCoast Oil and Gas Company  
7130 South Lewis Avenue  
Suite 700  
Tulsa, Oklahoma 74136  
918 488-8283 Telephone  
918 488-8182 Fax

November 11, 1996

Pennzoil Exploration &  
Production Company  
P. O. Box 2967  
Houston, TX 77252-2967

RE: Well Proposal  
E/2 Section 20-20S-28E  
Eddy County, NM  
IOGC's Angell Ranch Prospect

Gentlemen:

InterCoast Oil and Gas Company ("IOGC") hereby proposes the drilling of a well to be located 990' FNL and 990' FEL of Section 20-20S-28E, Eddy County, New Mexico. IOGC proposes that the test well be drilled to a depth of approximately 11,250' in order to sufficiently test the Morrow Sand formation. Dry hole costs are estimated to be \$405,000, with total completed well costs estimated at \$697,000.

Enclosed are two copies of the AFE for your review and approval. If you should desire to participate, please sign and return one copy of the AFE. IOGC has acquired the interest of Kerr-McGee in the NE/4 of Section 20. As you are aware, IOGC has previously proposed the drilling of this well on the basis of a N/2 Section 20 unit. Pursuant to our recent meeting with Yates Petroleum Corporation, it was mutually agreed that an E/2 Section 20 unit would accommodate additional drilling opportunities in the W/2 thereof.

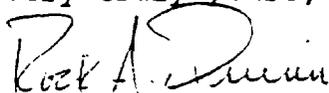
If you do not wish to participate in the proposed test well, IOGC proposes that you grant us a farmout of your interest in the E/2 of Section 20-20S-28E under the following terms:

1. On or before 60 days following the execution date of a definitive agreement, IOGC would commence or cause the commencement of an 11,250' Morrow Sand test at a location 990' FNL and 990' FEL of Section 20-20S-28E, Eddy County, New Mexico.

2. In the event the test well results in a well capable of producing in commercial quantities, IOGC would earn an assignment of your interest in the E/2 of Section 20 from the surface of the earth to the total depth drilled in the test well.
3. You would reserve in such assignment a 1/8th of 8/8ths overriding royalty interest which would absorb all burdens in excess of the usual 1/8th royalty, and would be proportionately reduced to the interest being assigned.

Due to time constraints on the commencement of the proposed well, IOGC has filed an application for compulsory pooling and an unorthodox well location with the New Mexico Oil Conservation Division. This matter will be heard at 8:15 a.m. on Thursday, December 5, 1996 at the Division's office at 2040 South Pacheco Street, Santa Fe, New Mexico. Failure to appear at that time will preclude you from contesting this matter at a later date. However, we would like to obtain your voluntary joinder in the well, and we would appreciate discussing this proposal with you at your earliest convenience.

Very truly yours,



Rock A. Quinn  
Senior Landman

RAQ:rkw  
Enclosures (2)



InterCoast Oil and Gas Company  
7130 South Lewis Avenue  
Suite 700  
Tulsa, Oklahoma 74136  
918 488-8283 Telephone  
918 488-8182 Fax

November 11, 1996

Unit Petroleum Corporation  
7130 South Lewis  
Tulsa, OK 74136

RE: Well Proposal  
E/2 Section 20-20S-28E  
Eddy County, NM  
IOGC's Angell Ranch Prospect

Gentlemen:

InterCoast Oil and Gas Company ("IOGC") hereby proposes the drilling of a well to be located 990' FNL and 990' FEL of Section 20-20S-28E, Eddy County, New Mexico. IOGC proposes that the test well be drilled to a depth of approximately 11,250' in order to sufficiently test the Morrow Sand formation. Dry hole costs are estimated to be \$405,000, with total completed well costs estimated at \$697,000.

Enclosed are two copies of the AFE for your review and approval. If you should desire to participate, please sign and return one copy of the AFE together with any comments you may have regarding the Operating Agreement previously submitted for your consideration. IOGC has acquired the interest of Kerr-McGee in the NE/4 of Section 20. As you are aware, IOGC has previously proposed the drilling of this well on the basis of a N/2 Section 20 unit. Pursuant to our recent meeting with Yates Petroleum Corporation, it was mutually agreed that an E/2 Section 20 unit would accommodate additional drilling opportunities in the W/2 thereof.

If you do not wish to participate in the proposed test well, IOGC proposes that you grant us a farmout of your interest in the E/2 of Section 20-20S-28E under the following terms:

1. On or before 60 days following the execution date of a definitive agreement, IOGC would commence or cause the commencement of an 11,250' Morrow Sand test at a location 990' FNL and 990' FEL of Section 20-20S-28E, Eddy County, New Mexico.

2. In the event the test well results in a well capable of producing in commercial quantities, IOGC would earn an assignment of your interest in the E/2 of Section 20 from the surface of the earth to the total depth drilled in the test well.
3. You would reserve in such assignment a 1/8th of 8/8ths overriding royalty interest which would absorb all burdens in excess of the usual 1/8th royalty, and would be proportionately reduced to the interest being assigned.

Due to time constraints on the commencement of the proposed well, IOGC has filed an application for compulsory pooling and an unorthodox well location with the New Mexico Oil Conservation Division. This matter will be heard at 8:15 a.m. on Thursday, December 5, 1996 at the Division's office at 2040 South Pacheco Street, Santa Fe, New Mexico. Failure to appear at that time will preclude you from contesting this matter at a later date. However, we would like to obtain your voluntary joinder in the well, and we would appreciate discussing this proposal with you at your earliest convenience.

Very truly yours,



Rock A. Quinn  
Senior Landman

RAQ:rkw  
Enclosures (2)



InterCoast Oil and Gas Company  
7130 South Lewis Avenue  
Suite 700  
Tulsa, Oklahoma 74136  
918 488-8283 Telephone  
918 488-8182 Fax

November 11, 1996

Claremont Corp.  
P. O. Box 549  
Claremont, OK 74017

RE: Well Proposal  
E/2 Section 20-20S-28E  
Eddy County, NM  
IOGC's Angell Ranch Prospect

Gentlemen:

InterCoast Oil and Gas Company ("IOGC") hereby proposes the drilling of a well to be located 990' FNL and 990' FEL of Section 20-20S-28E, Eddy County, New Mexico. IOGC proposes that the test well be drilled to a depth of approximately 11,250' in order to sufficiently test the Morrow Sand formation. Dry hole costs are estimated to be \$405,000, with total completed well costs estimated at \$697,000.

Enclosed are two copies of the AFE for your review and approval. If you should desire to participate, please sign and return one copy of the AFE together with any comments you may have regarding the Operating Agreement previously submitted for your consideration. IOGC has acquired the interest of Kerr-McGee in the NE/4 of Section 20. As you are aware, IOGC has previously proposed the drilling of this well on the basis of a N/2 Section 20 unit. Pursuant to our recent meeting with Yates Petroleum Corporation, it was mutually agreed that an E/2 Section 20 unit would accommodate additional drilling opportunities in the W/2 thereof.

If you do not wish to participate in the proposed test well, IOGC proposes that you grant us a farmout of your interest in the E/2 of Section 20-20S-28E under the following terms:

1. On or before 60 days following the execution date of a definitive agreement, IOGC would commence or cause the commencement of an 11,250' Morrow Sand test at a location 990' FNL and 990' FEL of Section 20-20S-28E, Eddy County, New Mexico.

2. In the event the test well results in a well capable of producing in commercial quantities, IOGC would earn an assignment of your interest in the E/2 of Section 20 from the surface of the earth to the total depth drilled in the test well.
3. You would reserve in such assignment a 1/8th of 8/8ths overriding royalty interest which would absorb all burdens in excess of the usual 1/8th royalty, and would be proportionately reduced to the interest being assigned.

Due to time constraints on the commencement of the proposed well, IOGC has filed an application for compulsory pooling and an unorthodox well location with the New Mexico Oil Conservation Division. This matter will be heard at 8:15 a.m. on Thursday, December 5, 1996 at the Division's office at 2040 South Pacheco Street, Santa Fe, New Mexico. Failure to appear at that time will preclude you from contesting this matter at a later date. However, we would like to obtain your voluntary joinder in the well, and we would appreciate discussing this proposal with you at your earliest convenience.

Very truly yours,



Rock A. Quinn  
Senior Landman

RAQ:rkw  
Enclosures (2)



InterCoast Oil and Gas Company  
7130 South Lewis Avenue  
Suite 700  
Tulsa, Oklahoma 74136  
918 488-8283 Telephone  
918 488-8182 Fax

November 11, 1996

Whiting Petroleum Corporation  
1700 Broadway, Suite 2300  
Denver, CO 80290-2301

RE: Well Proposal  
E/2 Section 20-20S-28E  
Eddy County, NM  
IOGC's Angell Ranch Prospect

Gentlemen:

InterCoast Oil and Gas Company ("IOGC") hereby proposes the drilling of a well to be located 990' FNL and 990' FEL of Section 20-20S-28E, Eddy County, New Mexico. IOGC proposes that the test well be drilled to a depth of approximately 11,250' in order to sufficiently test the Morrow Sand formation. Dry hole costs are estimated to be \$405,000, with total completed well costs estimated at \$697,000.

Enclosed are two copies of the AFE for your review and approval. If you should desire to participate, please sign and return one copy of the AFE together with any comments you may have regarding the Operating Agreement previously submitted for your consideration. IOGC has acquired the interest of Kerr-McGee in the NE/4 of Section 20. As you are aware, IOGC has previously proposed the drilling of this well on the basis of a N/2 Section 20 unit. Pursuant to our recent meeting with Yates Petroleum Corporation, it was mutually agreed that an E/2 Section 20 unit would accommodate additional drilling opportunities in the W/2 thereof.

If you do not wish to participate in the proposed test well, IOGC proposes that you grant us a farmout of your interest in the E/2 of Section 20-20S-28E under the following terms:

1. On or before 60 days following the execution date of a definitive agreement, IOGC would commence or cause the commencement of an 11,250' Morrow Sand test at a location 990' FNL and 990' FEL of Section 20-20S-28E, Eddy County, New Mexico.

November 11, 1996

Page 2

2. In the event the test well results in a well capable of producing in commercial quantities, IOGC would earn an assignment of your interest in the E/2 of Section 20 from the surface of the earth to the total depth drilled in the test well.
3. You would reserve in such assignment a 1/8th of 8/8ths overriding royalty interest which would absorb all burdens in excess of the usual 1/8th royalty, and would be proportionately reduced to the interest being assigned.

Due to time constraints on the commencement of the proposed well, IOGC has filed an application for compulsory pooling and an unorthodox well location with the New Mexico Oil Conservation Division. This matter will be heard at 8:15 a.m. on Thursday, December 5, 1996 at the Division's office at 2040 South Pacheco Street, Santa Fe, New Mexico. Failure to appear at that time will preclude you from contesting this matter at a later date. However, we would like to obtain your voluntary joinder in the well, and we would appreciate discussing this proposal with you at your earliest convenience.

Very truly yours,



Rock A. Quinn  
Senior Landman

RAQ:rkw  
Enclosures (2)



InterCoast Oil and Gas Company  
7130 South Lewis Avenue  
Suite 700  
Tulsa, Oklahoma 74136  
918 488-8283 Telephone  
918 488-8182 Fax

November 11, 1996

Abo Petroleum Corporation  
331 West Main St., Suite A  
Artesia, NM 88210-2160

RE: Well Proposal  
E/2 Section 20-20S-28E  
Eddy County, NM  
IOGC's Angell Ranch Prospect

Gentlemen:

InterCoast Oil and Gas Company ("IOGC") hereby proposes the drilling of a well to be located 990' FNL and 990' FEL of Section 20-20S-28E, Eddy County, New Mexico. IOGC proposes that the test well be drilled to a depth of approximately 11,250' in order to sufficiently test the Morrow Sand formation. Dry hole costs are estimated to be \$405,000, with total completed well costs estimated at \$697,000.

Enclosed are two copies of the AFE for your review and approval. If you should desire to participate, please sign and return one copy of the AFE together with any comments you may have regarding the Operating Agreement previously submitted for your consideration. IOGC has acquired the interest of Kerr-McGee in the NE/4 of Section 20. As you are aware, IOGC has previously proposed the drilling of this well on the basis of a N/2 Section 20 unit. Pursuant to our recent meeting with Yates Petroleum Corporation, it was mutually agreed that an E/2 Section 20 unit would accommodate additional drilling opportunities in the W/2 thereof.

If you do not wish to participate in the proposed test well, IOGC proposes that you grant us a farmout of your interest in the E/2 of Section 20-20S-28E under the following terms:

1. On or before 60 days following the execution date of a definitive agreement, IOGC would commence or cause the commencement of an 11,250' Morrow Sand test at a location 990' FNL and 990' FEL of Section 20-20S-28E, Eddy County, New Mexico.

2. In the event the test well results in a well capable of producing in commercial quantities, IOGC would earn an assignment of your interest in the E/2 of Section 20 from the surface of the earth to the total depth drilled in the test well.
3. You would reserve in such assignment a 1/8th of 8/8ths overriding royalty interest which would absorb all burdens in excess of the usual 1/8th royalty, and would be proportionately reduced to the interest being assigned.

Due to time constraints on the commencement of the proposed well, IOGC has filed an application for compulsory pooling and an unorthodox well location with the New Mexico Oil Conservation Division. This matter will be heard at 8:15 a.m. on Thursday, December 5, 1996 at the Division's office at 2040 South Pacheco Street, Santa Fe, New Mexico. Failure to appear at that time will preclude you from contesting this matter at a later date. However, we would like to obtain your voluntary joinder in the well, and we would appreciate discussing this proposal with you at your earliest convenience.

Very truly yours,



Rock A. Quinn  
Senior Landman

RAQ:rkw  
Enclosures (2)



# InterCoast Oil and Gas

InterCoast Oil and Gas Company  
7130 South Lewis Avenue  
Suite 700  
Tulsa, Oklahoma 74136  
918 488-8283 Telephone  
918 488-8182 Fax

November 11, 1996

R. Ken Williams  
P. O. Box 10626  
Midland, TX 79702-7626

RE: Well Proposal  
E/2 Section 20-20S-28E  
Eddy County, NM  
IOGC's Angell Ranch Prospect

Dear Mr. Williams:

InterCoast Oil and Gas Company ("IOGC") hereby proposes the drilling of a well to be located 990' FNL and 990' FEL of Section 20-20S-28E, Eddy County, New Mexico. IOGC proposes that the test well be drilled to a depth of approximately 11,250' in order to sufficiently test the Morrow Sand formation. Dry hole costs are estimated to be \$405,000, with total completed well costs estimated at \$697,000.

Enclosed are two copies of the AFE for your review and approval. If you should desire to participate, please sign and return one copy of the AFE together with any comments you may have regarding the Operating Agreement previously submitted for your consideration. IOGC has acquired the interest of Kerr-McGee in the NE/4 of Section 20. As you are aware, IOGC has previously proposed the drilling of this well on the basis of a N/2 Section 20 unit. Pursuant to our recent meeting with Yates Petroleum Corporation, it was mutually agreed that an E/2 Section 20 unit would accommodate additional drilling opportunities in the W/2 thereof.

If you do not wish to participate in the proposed test well, IOGC proposes that you grant us a farmout of your interest in the E/2 of Section 20-20S-28E under the following terms:

1. On or before 60 days following the execution date of a definitive agreement, IOGC would commence or cause the commencement of an 11,250' Morrow Sand test at a location 990' FNL and 990' FEL of Section 20-20S-28E, Eddy County, New Mexico.

2. In the event the test well results in a well capable of producing in commercial quantities, IOGC would earn an assignment of your interest in the E/2 of Section 20 from the surface of the earth to the total depth drilled in the test well.
3. You would reserve in such assignment a 1/8th of 8/8ths overriding royalty interest which would absorb all burdens in excess of the usual 1/8th royalty, and would be proportionately reduced to the interest being assigned.

Due to time constraints on the commencement of the proposed well, IOGC has filed an application for compulsory pooling and an unorthodox well location with the New Mexico Oil Conservation Division. This matter will be heard at 8:15 a.m. on Thursday, December 5, 1996 at the Division's office at 2040 South Pacheco Street, Santa Fe, New Mexico. Failure to appear at that time will preclude you from contesting this matter at a later date. However, we would like to obtain your voluntary joinder in the well, and we would appreciate discussing this proposal with you at your earliest convenience.

Very truly yours,



Rock A. Quinn  
Senior Landman

RAQ:rkw  
Enclosures (2)



InterCoast Oil and Gas Company  
7130 South Lewis Avenue  
Suite 700  
Tulsa, Oklahoma 74136  
918 488-8283 Telephone  
918 488-8182 Fax

November 11, 1996

Yates Drilling Company  
110 South 4th Street  
Yates Building  
Artesia, NM 88210-2123

RE: Well Proposal  
E/2 Section 20-20S-28E  
Eddy County, NM  
IOGC's Angell Ranch Prospect

Gentlemen:

InterCoast Oil and Gas Company ("IOGC") hereby proposes the drilling of a well to be located 990' FNL and 990' FEL of Section 20-20S-28E, Eddy County, New Mexico. IOGC proposes that the test well be drilled to a depth of approximately 11,250' in order to sufficiently test the Morrow Sand formation. Dry hole costs are estimated to be \$405,000, with total completed well costs estimated at \$697,000.

Enclosed are two copies of the AFE for your review and approval. If you should desire to participate, please sign and return one copy of the AFE together with any comments you may have regarding the Operating Agreement previously submitted for your consideration. IOGC has acquired the interest of Kerr-McGee in the NE/4 of Section 20. As you are aware, IOGC has previously proposed the drilling of this well on the basis of a N/2 Section 20 unit. Pursuant to our recent meeting with Yates Petroleum Corporation, it was mutually agreed that an E/2 Section 20 unit would accommodate additional drilling opportunities in the W/2 thereof.

If you do not wish to participate in the proposed test well, IOGC proposes that you grant us a farmout of your interest in the E/2 of Section 20-20S-28E under the following terms:

1. On or before 60 days following the execution date of a definitive agreement, IOGC would commence or cause the commencement of an 11,250' Morrow Sand test at a location 990' FNL and 990' FEL of Section 20-20S-28E, Eddy County, New Mexico.

2. In the event the test well results in a well capable of producing in commercial quantities, IOGC would earn an assignment of your interest in the E/2 of Section 20 from the surface of the earth to the total depth drilled in the test well.
3. You would reserve in such assignment a 1/8th of 8/8ths overriding royalty interest which would absorb all burdens in excess of the usual 1/8th royalty, and would be proportionately reduced to the interest being assigned.

Due to time constraints on the commencement of the proposed well, IOGC has filed an application for compulsory pooling and an unorthodox well location with the New Mexico Oil Conservation Division. This matter will be heard at 8:15 a.m. on Thursday, December 5, 1996 at the Division's office at 2040 South Pacheco Street, Santa Fe, New Mexico. Failure to appear at that time will preclude you from contesting this matter at a later date. However, we would like to obtain your voluntary joinder in the well, and we would appreciate discussing this proposal with you at your earliest convenience.

Very truly yours,



Rock A. Quinn  
Senior Landman

RAQ:rkw  
Enclosures (2)



# InterCoast Oil and Gas

InterCoast Oil and Gas Company  
7130 South Lewis Avenue  
Suite 700  
Tulsa, Oklahoma 74136  
918 488-8283 Telephone  
918 488-8182 Fax

November 11, 1996

Adolph P. Schuman  
400 Sansome Street  
San Francisco, CA 94111

RE: Well Proposal  
E/2 Section 20-20S-28E  
Eddy County, NM  
IOGC's Angell Ranch Prospect

Dear Mr. Schuman:

InterCoast Oil and Gas Company ("IOGC") hereby proposes the drilling of a well to be located 990' FNL and 990' FEL of Section 20-20S-28E, Eddy County, New Mexico. IOGC proposes that the test well be drilled to a depth of approximately 11,250' in order to sufficiently test the Morrow Sand formation. Dry hole costs are estimated to be \$405,000, with total completed well costs estimated at \$697,000.

Enclosed are two copies of the AFE for your review and approval. If you should desire to participate, please sign and return one copy of the AFE together with any comments you may have regarding the Operating Agreement previously submitted for your consideration. IOGC has acquired the interest of Kerr-McGee in the NE/4 of Section 20. As you are aware, IOGC has previously proposed the drilling of this well on the basis of a N/2 Section 20 unit. Pursuant to our recent meeting with Yates Petroleum Corporation, it was mutually agreed that an E/2 Section 20 unit would accommodate additional drilling opportunities in the W/2 thereof.

If you do not wish to participate in the proposed test well, IOGC proposes that you grant us a farmout of your interest in the E/2 of Section 20-20S-28E under the following terms:

1. On or before 60 days following the execution date of a definitive agreement, IOGC would commence or cause the commencement of an 11,250' Morrow Sand test at a location 990' FNL and 990' FEL of Section 20-20S-28E, Eddy County, New Mexico.

2. In the event the test well results in a well capable of producing in commercial quantities, IOGC would earn an assignment of your interest in the E/2 of Section 20 from the surface of the earth to the total depth drilled in the test well.
3. You would reserve in such assignment a 1/8th of 8/8ths overriding royalty interest which would absorb all burdens in excess of the usual 1/8th royalty, and would be proportionately reduced to the interest being assigned.

Due to time constraints on the commencement of the proposed well, IOGC has filed an application for compulsory pooling and an unorthodox well location with the New Mexico Oil Conservation Division. This matter will be heard at 8:15 a.m. on Thursday, December 5, 1996 at the Division's office at 2040 South Pacheco Street, Santa Fe, New Mexico. Failure to appear at that time will preclude you from contesting this matter at a later date. However, we would like to obtain your voluntary joinder in the well, and we would appreciate discussing this proposal with you at your earliest convenience.

Very truly yours,



Rock A. Quinn  
Senior Landman

RAQ:rkw  
Enclosures (2)



InterCoast Oil and Gas Company  
7130 South Lewis Avenue  
Suite 700  
Tulsa, Oklahoma 74136  
918 488-8283 Telephone  
918 488-8182 Fax

November 11, 1996

W. A. & E. R. Hudson, Inc.  
616 Texas Street  
Ft. Worth, TX 76102-4612

RE: Well Proposal  
E/2 Section 20-20S-28E  
Eddy County, NM  
IOGC's Angell Ranch Prospect

Gentlemen:

InterCoast Oil and Gas Company ("IOGC") hereby proposes the drilling of a well to be located 990' FNL and 990' FEL of Section 20-20S-28E, Eddy County, New Mexico. IOGC proposes that the test well be drilled to a depth of approximately 11,250' in order to sufficiently test the Morrow Sand formation. Dry hole costs are estimated to be \$405,000, with total completed well costs estimated at \$697,000.

Enclosed are two copies of the AFE for your review and approval. If you should desire to participate, please sign and return one copy of the AFE together with any comments you may have regarding the Operating Agreement previously submitted for your consideration. IOGC has acquired the interest of Kerr-McGee in the NE/4 of Section 20. As you are aware, IOGC has previously proposed the drilling of this well on the basis of a N/2 Section 20 unit. Pursuant to our recent meeting with Yates Petroleum Corporation, it was mutually agreed that an E/2 Section 20 unit would accommodate additional drilling opportunities in the W/2 thereof.

If you do not wish to participate in the proposed test well, IOGC proposes that you grant us a farmout of your interest in the E/2 of Section 20-20S-28E under the following terms:

1. On or before 60 days following the execution date of a definitive agreement, IOGC would commence or cause the commencement of an 11,250' Morrow Sand test at a location 990' FNL and 990' FEL of Section 20-20S-28E, Eddy County, New Mexico.

2. In the event the test well results in a well capable of producing in commercial quantities, IOGC would earn an assignment of your interest in the E/2 of Section 20 from the surface of the earth to the total depth drilled in the test well.
3. You would reserve in such assignment a 1/8th of 8/8ths overriding royalty interest which would absorb all burdens in excess of the usual 1/8th royalty, and would be proportionately reduced to the interest being assigned.

Due to time constraints on the commencement of the proposed well, IOGC has filed an application for compulsory pooling and an unorthodox well location with the New Mexico Oil Conservation Division. This matter will be heard at 8:15 a.m. on Thursday, December 5, 1996 at the Division's office at 2040 South Pacheco Street, Santa Fe, New Mexico. Failure to appear at that time will preclude you from contesting this matter at a later date. However, we would like to obtain your voluntary joinder in the well, and we would appreciate discussing this proposal with you at your earliest convenience.

Very truly yours,



Rock A. Quinn  
Senior Landman

RAQ:rkw  
Enclosures (2)



# InterCoast Oil and Gas

InterCoast Oil and Gas Company  
7130 South Lewis Avenue  
Suite 700  
Tulsa, Oklahoma 74136  
918 488-8283 Telephone  
918 488-8182 Fax

November 14, 1996

Diamond Head Properties, L. P.  
P. O. Box 2127  
Midland, TX 79702-2127

Attention: Ms. Shirley Choate

RE: Well Proposal  
N/2 Section 20-20S-28E  
Eddy County, NM  
IOGC's Angell Ranch Prospect

Gentlemen:

InterCoast Oil and Gas Company ("IOGC") hereby proposes the drilling of a well to be located 990' FNL and 990' FEL of Section 20-20S-28E, Eddy County, New Mexico. IOGC proposes that the test well be drilled to a depth of approximately 11,250' in order to sufficiently test the Morrow Sand formation. Dry hole costs are estimated to be \$405,000, with total completed well costs estimated at \$697,000.

Enclosed are two copies of the AFE for your review and approval. If you should desire to participate, please sign and return one copy of the AFE together with any comments you may have regarding the operating agreement previously submitted for your consideration.

If you do not wish to participate in the proposed test well, IOGC proposes that you grant us a farmout of your interest in the N/2 of Section 20-20S-28E under the following terms:

1. On or before 60 days following the execution date of a definitive agreement, IOGC would commence or cause the commencement of an 11,250' Morrow Sand test at a location in the NE/4 of Section 20-20S-28E, Eddy County, New Mexico.
2. In the event the test well results in a well capable of producing in commercial quantities, IOGC would earn an assignment of your interest in the dedicated unit within Section 20 from the surface of the earth to the total depth drilled in the test well.

3. You would reserve in such assignment a 1/8th of 8/8ths overriding royalty interest which would absorb all burdens in excess of the usual 1/8th royalty, and would be proportionately reduced to the interest being assigned.

Due to time constraints on the commencement of the proposed well, IOGC has filed an application for compulsory pooling and an unorthodox well location with the New Mexico Oil Conservation Division. This matter will be heard at 8:15 a.m. on Thursday, December 5, 1996 at the Division's office at 2040 South Pacheco Street, Santa Fe, New Mexico. Failure to appear at that time will preclude you from contesting this matter at a later date. However, we would like to obtain your voluntary joinder in the well, and we would appreciate discussing this proposal with you at your earliest convenience.

Please note that this well proposal does NOT replace or supersede our proposal to you dated November 8, 1996. Our original intention was to drill our well on a 320 acre north half unit. Subsequently, we agreed with Yates Petroleum to drill our well on an east half unit basis. Since we did not send Diamond Head our original N/2 proposal, we are sending this letter to you simply to ensure that all owners were properly noticed under the initial proposal.

Very truly yours,



Rock A. Quinn  
Senior Landman

RAQ:rkw  
Enclosure



# InterCoast Oil and Gas

InterCoast Oil and Gas Company  
7130 South Lewis Avenue  
Suite 700  
Tulsa, Oklahoma 74136  
918 488-8283 Telephone  
918 488-8182 Fax

November 11, 1996

Adolph P. Schuman  
400 Sansome Street  
San Francisco, CA 94111

RE: Well Proposal  
N/2 Section 20-20S-28E  
Eddy County, NM  
IOGC's Angell Ranch Prospect

Dear Mr. Schuman:

InterCoast Oil and Gas Company ("IOGC") hereby proposes the drilling of a well to be located in the NE/4 of Section 20-20S-28E, Eddy County, New Mexico. IOGC proposes that the test well be drilled to a depth of approximately 11,250' in order to sufficiently test the Morrow Sand formation. Dry hole costs are estimated to be \$405,000, with total completed well costs estimated at \$697,000.

Enclosed are two copies of the AFE and a copy of our proposed operating Agreement for this well. If you should desire to participate, please sign and return one copy of the AFE together with any comments you may have regarding the proposed operating agreement. IOGC has acquired the interest of Kerr-McGee in the NE/4 of Section 20.

If you do not wish to participate in the proposed test well, IOGC proposes that you grant us a farmout of your interest in the N/2 of Section 20-20S-28E under the following terms:

1. On or before 120 days following the execution date of a definitive agreement, IOGC would commence or cause the commencement of an 11,250' Morrow Sand test at a location in the NE/4 of Section 20-20S-28E, Eddy County, New Mexico.
2. In the event the test well results in a well capable of producing in commercial quantities, IOGC would earn an assignment of your interest in the dedicated unit within Section 20 from the surface of the earth to the total depth drilled in the test well.

Adolph P. Schuman  
November 11, 1996  
Page 2

3. You would reserve in such assignment a 1/8th of 8/8ths overriding royalty interest which would absorb all burdens in excess of the usual 1/8th royalty, and would be proportionately reduced to the interest being assigned.

Due to time constraints on the commencement of the proposed well, IOGC has filed an application for compulsory pooling and an unorthodox well location with the New Mexico Oil Conservation Division. This matter will be heard at 8:15 a.m. on Thursday, December 5, 1996 at the Division's office at 2040 South Pacheco Street, Santa Fe, New Mexico. Failure to appear at that time will preclude you from contesting this matter at a later date. However, we would like to obtain your voluntary joinder in the well, and we would appreciate discussing this proposal with you at your earliest convenience.

Very truly yours,



Rock A. Quinn  
Senior Landman

RAQ:rkw  
Enclosures (3)

4anglpro



InterCoast Oil and Gas Company  
7130 South Lewis Avenue  
Suite 700  
Tulsa, Oklahoma 74136  
918 488-8283 Telephone  
918 488-8182 Fax

November 11, 1996

W. A. & E. R. Hudson, Inc.  
616 Texas Street  
Ft. Worth, TX 76102-4612

RE: Well Proposal  
N/2 Section 20-20S-28E  
Eddy County, NM  
IOGC's Angell Ranch Prospect

Gentlemen:

InterCoast Oil and Gas Company ("IOGC") hereby proposes the drilling of a well to be located in the NE/4 of Section 20-20S-28E, Eddy County, New Mexico. IOGC proposes that the test well be drilled to a depth of approximately 11,250' in order to sufficiently test the Morrow Sand formation. Dry hole costs are estimated to be \$405,000, with total completed well costs estimated at \$697,000.

Enclosed are two copies of the AFE and a copy of our proposed operating Agreement for this well. If you should desire to participate, please sign and return one copy of the AFE together with any comments you may have regarding the proposed operating agreement. IOGC has acquired the interest of Kerr-McGee in the NE/4 of Section 20.

If you do not wish to participate in the proposed test well, IOGC proposes that you grant us a farmout of your interest in the N/2 of Section 20-20S-28E under the following terms:

1. On or before 120 days following the execution date of a definitive agreement, IOGC would commence or cause the commencement of an 11,250' Morrow Sand test at a location in the NE/4 of Section 20-20S-28E, Eddy County, New Mexico.
2. In the event the test well results in a well capable of producing in commercial quantities, IOGC would earn an assignment of your interest in the dedicated unit within Section 20 from the surface of the earth to the total depth drilled in the test well.

W. A. & E. R. Hudson, Inc.

November 11, 1996

Page 2

3. You would reserve in such assignment a 1/8th of 8/8ths overriding royalty interest which would absorb all burdens in excess of the usual 1/8th royalty, and would be proportionately reduced to the interest being assigned.

Due to time constraints on the commencement of the proposed well, IOGC has filed an application for compulsory pooling and an unorthodox well location with the New Mexico Oil Conservation Division. This matter will be heard at 8:15 a.m. on Thursday, December 5, 1996 at the Division's office at 2040 South Pacheco Street, Santa Fe, New Mexico. Failure to appear at that time will preclude you from contesting this matter at a later date. However, we would like to obtain your voluntary joinder in the well, and we would appreciate discussing this proposal with you at your earliest convenience.

Very truly yours,



Rock A. Quinn  
Senior Landman

RAQ:rkw  
Enclosures (3)



# InterCoast Oil and Gas

InterCoast Oil and Gas Company  
7130 South Lewis Avenue  
Suite 700  
Tulsa, Oklahoma 74136  
918 488-8283 Telephone  
918 488-8182 Fax

November 11, 1996

Yates Drilling Company  
110 South 4th Street  
Yates Building  
Artesia, NM 88210-2123

RE: Well Proposal  
N/2 Section 20-20S-28E  
Eddy County, NM  
IOGC's Angell Ranch Prospect

Gentlemen:

InterCoast Oil and Gas Company ("IOGC") hereby proposes the drilling of a well to be located in the NE/4 of Section 20-20S-28E, Eddy County, New Mexico. IOGC proposes that the test well be drilled to a depth of approximately 11,250' in order to sufficiently test the Morrow Sand formation. Dry hole costs are estimated to be \$405,000, with total completed well costs estimated at \$697,000.

Enclosed are two copies of the AFE and a copy of our proposed operating Agreement for this well. If you should desire to participate, please sign and return one copy of the AFE together with any comments you may have regarding the proposed operating agreement. IOGC has acquired the interest of Kerr-McGee in the NE/4 of Section 20.

If you do not wish to participate in the proposed test well, IOGC proposes that you grant us a farmout of your interest in the N/2 of Section 20-20S-28E under the following terms:

1. On or before 120 days following the execution date of a definitive agreement, IOGC would commence or cause the commencement of an 11,250' Morrow Sand test at a location in the NE/4 of Section 20-20S-28E, Eddy County, New Mexico.
2. In the event the test well results in a well capable of producing in commercial quantities, IOGC would earn an assignment of your interest in the dedicated unit within Section 20 from the surface of the earth to the total depth drilled in the test well.

Yates Drilling Company

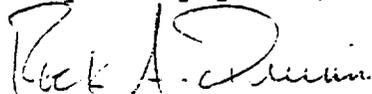
November 11, 1996

Page 2

3. You would reserve in such assignment a 1/8th of 8/8ths overriding royalty interest which would absorb all burdens in excess of the usual 1/8th royalty, and would be proportionately reduced to the interest being assigned.

Due to time constraints on the commencement of the proposed well, IOGC has filed an application for compulsory pooling and an unorthodox well location with the New Mexico Oil Conservation Division. This matter will be heard at 8:15 a.m. on Thursday, December 5, 1996 at the Division's office at 2040 South Pacheco Street, Santa Fe, New Mexico. Failure to appear at that time will preclude you from contesting this matter at a later date. However, we would like to obtain your voluntary joinder in the well, and we would appreciate discussing this proposal with you at your earliest convenience.

Very truly yours,



Rock A. Quinn  
Senior Landman

RAQ:rkw  
Enclosures (3)



# InterCoast Oil and Gas

InterCoast Oil and Gas Company  
7130 South Lewis Avenue  
Suite 700  
Tulsa, Oklahoma 74136  
918 488-8283 Telephone  
918 488-8182 Fax

November 11, 1996

R. Ken Williams  
P. O. Box 10626  
Midland, TX 79702-7626

RE: Well Proposal  
N/2 Section 20-20S-28E  
Eddy County, NM  
IOGC's Angell Ranch Prospect

Dear Mr. Williams:

InterCoast Oil and Gas Company ("IOGC") hereby proposes the drilling of a well to be located in the NE/4 of Section 20-20S-28E, Eddy County, New Mexico. IOGC proposes that the test well be drilled to a depth of approximately 11,250' in order to sufficiently test the Morrow Sand formation. Dry hole costs are estimated to be \$405,000, with total completed well costs estimated at \$697,000.

Enclosed are two copies of the AFE and a copy of our proposed operating Agreement for this well. If you should desire to participate, please sign and return one copy of the AFE together with any comments you may have regarding the proposed operating agreement. IOGC has acquired the interest of Kerr-McGee in the NE/4 of Section 20.

If you do not wish to participate in the proposed test well, IOGC proposes that you grant us a farmout of your interest in the N/2 of Section 20-20S-28E under the following terms:

1. On or before 120 days following the execution date of a definitive agreement, IOGC would commence or cause the commencement of an 11,250' Morrow Sand test at a location in the NE/4 of Section 20-20S-28E, Eddy County, New Mexico.
2. In the event the test well results in a well capable of producing in commercial quantities, IOGC would earn an assignment of your interest in the dedicated unit within Section 20 from the surface of the earth to the total depth drilled in the test well.

R. Ken Williams  
November 11, 1996  
Page 2

3. You would reserve in such assignment a 1/8th of 8/8ths overriding royalty interest which would absorb all burdens in excess of the usual 1/8th royalty, and would be proportionately reduced to the interest being assigned.

Due to time constraints on the commencement of the proposed well, IOGC has filed an application for compulsory pooling and an unorthodox well location with the New Mexico Oil Conservation Division. This matter will be heard at 8:15 a.m. on Thursday, December 5, 1996 at the Division's office at 2040 South Pacheco Street, Santa Fe, New Mexico. Failure to appear at that time will preclude you from contesting this matter at a later date. However, we would like to obtain your voluntary joinder in the well, and we would appreciate discussing this proposal with you at your earliest convenience.

Very truly yours,



Rock A. Quinn  
Senior Landman

RAQ:rkw  
Enclosures (3)



# InterCoast Oil and Gas

InterCoast Oil and Gas Company  
7130 South Lewis Avenue  
Suite 700  
Tulsa, Oklahoma 74136  
918 488-8283 Telephone  
918 488-8182 Fax

November 11, 1996

Abo Petroleum Corporation  
331 West Main St., Suite A  
Artesia, NM 88210-2160

RE: Well Proposal  
N/2 Section 20-20S-28E  
Eddy County, NM  
IOGC's Angell Ranch Prospect

Gentlemen:

InterCoast Oil and Gas Company ("IOGC") hereby proposes the drilling of a well to be located in the NE/4 of Section 20-20S-28E, Eddy County, New Mexico. IOGC proposes that the test well be drilled to a depth of approximately 11,250' in order to sufficiently test the Morrow Sand formation. Dry hole costs are estimated to be \$405,000, with total completed well costs estimated at \$697,000.

Enclosed are two copies of the AFE and a copy of our proposed operating Agreement for this well. If you should desire to participate, please sign and return one copy of the AFE together with any comments you may have regarding the proposed operating agreement. IOGC has acquired the interest of Kerr-McGee in the NE/4 of Section 20.

If you do not wish to participate in the proposed test well, IOGC proposes that you grant us a farmout of your interest in the N/2 of Section 20-20S-28E under the following terms:

1. On or before 120 days following the execution date of a definitive agreement, IOGC would commence or cause the commencement of an 11,250' Morrow Sand test at a location in the NE/4 of Section 20-20S-28E, Eddy County, New Mexico.
2. In the event the test well results in a well capable of producing in commercial quantities, IOGC would earn an assignment of your interest in the dedicated unit within Section 20 from the surface of the earth to the total depth drilled in the test well.

Abo Petroleum Corporation

November 11, 1996

Page 2

3. You would reserve in such assignment a 1/8th of 8/8ths overriding royalty interest which would absorb all burdens in excess of the usual 1/8th royalty, and would be proportionately reduced to the interest being assigned.

Due to time constraints on the commencement of the proposed well, IOGC has filed an application for compulsory pooling and an unorthodox well location with the New Mexico Oil Conservation Division. This matter will be heard at 8:15 a.m. on Thursday, December 5, 1996 at the Division's office at 2040 South Pacheco Street, Santa Fe, New Mexico. Failure to appear at that time will preclude you from contesting this matter at a later date. However, we would like to obtain your voluntary joinder in the well, and we would appreciate discussing this proposal with you at your earliest convenience.

Very truly yours,



Rock A. Quinn  
Senior Landman

RAQ:rkw  
Enclosures (3)

4angipro



InterCoast Oil and Gas Company  
7130 South Lewis Avenue  
Suite 700  
Tulsa, Oklahoma 74136  
918 488-8283 Telephone  
918 488-8182 Fax

November 11, 1996

Whiting Petroleum Corporation  
1700 Broadway, Suite 2300  
Denver, CO 80290-2301

RE: Well Proposal  
N/2 Section 20-20S-28E  
Eddy County, NM  
IOGC's Angell Ranch Prospect

Gentlemen:

InterCoast Oil and Gas Company ("IOGC") hereby proposes the drilling of a well to be located in the NE/4 of Section 20-20S-28E, Eddy County, New Mexico. IOGC proposes that the test well be drilled to a depth of approximately 11,250' in order to sufficiently test the Morrow Sand formation. Dry hole costs are estimated to be \$405,000, with total completed well costs estimated at \$697,000.

Enclosed are two copies of the AFE and a copy of our proposed operating Agreement for this well. If you should desire to participate, please sign and return one copy of the AFE together with any comments you may have regarding the proposed operating agreement. IOGC has acquired the interest of Kerr-McGee in the NE/4 of Section 20.

If you do not wish to participate in the proposed test well, IOGC proposes that you grant us a farmout of your interest in the N/2 of Section 20-20S-28E under the following terms:

1. On or before 120 days following the execution date of a definitive agreement, IOGC would commence or cause the commencement of an 11,250' Morrow Sand test at a location in the NE/4 of Section 20-20S-28E, Eddy County, New Mexico.
2. In the event the test well results in a well capable of producing in commercial quantities, IOGC would earn an assignment of your interest in the dedicated unit within Section 20 from the surface of the earth to the total depth drilled in the test well.

3. You would reserve in such assignment a 1/8th of 8/8ths overriding royalty interest which would absorb all burdens in excess of the usual 1/8th royalty, and would be proportionately reduced to the interest being assigned.

Due to time constraints on the commencement of the proposed well, IOGC has filed an application for compulsory pooling and an unorthodox well location with the New Mexico Oil Conservation Division. This matter will be heard at 8:15 a.m. on Thursday, December 5, 1996 at the Division's office at 2040 South Pacheco Street, Santa Fe, New Mexico. Failure to appear at that time will preclude you from contesting this matter at a later date. However, we would like to obtain your voluntary joinder in the well, and we would appreciate discussing this proposal with you at your earliest convenience.

Very truly yours,



Rock A. Quinn  
Senior Landman

RAQ:rkw  
Enclosures (3)



InterCoast Oil and Gas Company  
7130 South Lewis Avenue  
Suite 700  
Tulsa, Oklahoma 74136  
918 488-8283 Telephone  
918 488-8182 Fax

November 11, 1996

Myco Industries, Inc.  
105 South Fourth Street  
Artesia, NM 88210

RE: Well Proposal  
N/2 Section 20-20S-28E  
Eddy County, NM  
IOGC's Angell Ranch Prospect

Gentlemen:

InterCoast Oil and Gas Company ("IOGC") hereby proposes the drilling of a well to be located in the NE/4 of Section 20-20S-28E, Eddy County, New Mexico. IOGC proposes that the test well be drilled to a depth of approximately 11,250' in order to sufficiently test the Morrow Sand formation. Dry hole costs are estimated to be \$405,000, with total completed well costs estimated at \$697,000.

Enclosed are two copies of the AFE and a copy of our proposed operating Agreement for this well. If you should desire to participate, please sign and return one copy of the AFE together with any comments you may have regarding the proposed operating agreement. IOGC has acquired the interest of Kerr-McGee in the NE/4 of Section 20.

If you do not wish to participate in the proposed test well, IOGC proposes that you grant us a farmout of your interest in the N/2 of Section 20-20S-28E under the following terms:

1. On or before 120 days following the execution date of a definitive agreement, IOGC would commence or cause the commencement of an 11,250' Morrow Sand test at a location in the NE/4 of Section 20-20S-28E, Eddy County, New Mexico.
2. In the event the test well results in a well capable of producing in commercial quantities, IOGC would earn an assignment of your interest in the dedicated unit within Section 20 from the surface of the earth to the total depth drilled in the test well.

3. You would reserve in such assignment a 1/8th of 8/8ths overriding royalty interest which would absorb all burdens in excess of the usual 1/8th royalty, and would be proportionately reduced to the interest being assigned.

Due to time constraints on the commencement of the proposed well, IOGC has filed an application for compulsory pooling and an unorthodox well location with the New Mexico Oil Conservation Division. This matter will be heard at 8:15 a.m. on Thursday, December 5, 1996 at the Division's office at 2040 South Pacheco Street, Santa Fe, New Mexico. Failure to appear at that time will preclude you from contesting this matter at a later date. However, we would like to obtain your voluntary joinder in the well, and we would appreciate discussing this proposal with you at your earliest convenience.

Very truly yours,



Rock A. Quinn  
Senior Landman

RAQ:rkw  
Enclosures (3)



# InterCoast Oil and Gas

InterCoast Oil and Gas Company  
7130 South Lewis Avenue  
Suite 700  
Tulsa, Oklahoma 74136  
918 488-8283 Telephone  
918 488-8182 Fax

November 11, 1996

J. W. Gendron  
1280 Encino Drive  
San Marino, CA 91108

RE: Well Proposal  
N/2 Section 20-20S-28E  
Eddy County, NM  
IOGC's Angell Ranch Prospect

Dear Mr. Gendron:

InterCoast Oil and Gas Company ("IOGC") hereby proposes the drilling of a well to be located in the NE/4 of Section 20-20S-28E, Eddy County, New Mexico. IOGC proposes that the test well be drilled to a depth of approximately 11,250' in order to sufficiently test the Morrow Sand formation. Dry hole costs are estimated to be \$405,000, with total completed well costs estimated at \$697,000.

Enclosed are two copies of the AFE and a copy of our proposed operating Agreement for this well. If you should desire to participate, please sign and return one copy of the AFE together with any comments you may have regarding the proposed operating agreement. IOGC has acquired the interest of Kerr-McGee in the NE/4 of Section 20.

If you do not wish to participate in the proposed test well, IOGC proposes that you grant us a farmout of your interest in the N/2 of Section 20-20S-28E under the following terms:

1. On or before 120 days following the execution date of a definitive agreement, IOGC would commence or cause the commencement of an 11,250' Morrow Sand test at a location in the NE/4 of Section 20-20S-28E, Eddy County, New Mexico.
2. In the event the test well results in a well capable of producing in commercial quantities, IOGC would earn an assignment of your interest in the dedicated unit within Section 20 from the surface of the earth to the total depth drilled in the test well.

J. W. Gendron  
November 11, 1996  
Page 2

3. You would reserve in such assignment a 1/8th of 8/8ths overriding royalty interest which would absorb all burdens in excess of the usual 1/8th royalty, and would be proportionately reduced to the interest being assigned.

Due to time constraints on the commencement of the proposed well, IOGC has filed an application for compulsory pooling and an unorthodox well location with the New Mexico Oil Conservation Division. This matter will be heard at 8:15 a.m. on Thursday, December 5, 1996 at the Division's office at 2040 South Pacheco Street, Santa Fe, New Mexico. Failure to appear at that time will preclude you from contesting this matter at a later date. However, we would like to obtain your voluntary joinder in the well, and we would appreciate discussing this proposal with you at your earliest convenience.

Very truly yours,



Rock A. Quinn  
Senior Landman

RAQ:rkw  
Enclosures (3)



# InterCoast Oil and Gas

InterCoast Oil and Gas Company  
7130 South Lewis Avenue  
Suite 700  
Tulsa, Oklahoma 74136  
918 488-8283 Telephone  
918 488-8182 Fax

November 11, 1996

Joseph R. Hodge  
3815 Roxbury Ct.  
Colorado Springs, CO 80906

RE: Well Proposal  
N/2 Section 20-20S-28E  
Eddy County, NM  
IOGC's Angell Ranch Prospect

Dear Mr. Hodge:

InterCoast Oil and Gas Company ("IOGC") hereby proposes the drilling of a well to be located in the NE/4 of Section 20-20S-28E, Eddy County, New Mexico. IOGC proposes that the test well be drilled to a depth of approximately 11,250' in order to sufficiently test the Morrow Sand formation. Dry hole costs are estimated to be \$405,000, with total completed well costs estimated at \$697,000.

Enclosed are two copies of the AFE and a copy of our proposed operating Agreement for this well. If you should desire to participate, please sign and return one copy of the AFE together with any comments you may have regarding the proposed operating agreement. IOGC has acquired the interest of Kerr-McGee in the NE/4 of Section 20.

If you do not wish to participate in the proposed test well, IOGC proposes that you grant us a farmout of your interest in the N/2 of Section 20-20S-28E under the following terms:

1. On or before 120 days following the execution date of a definitive agreement, IOGC would commence or cause the commencement of an 11,250' Morrow Sand test at a location in the NE/4 of Section 20-20S-28E, Eddy County, New Mexico.
2. In the event the test well results in a well capable of producing in commercial quantities, IOGC would earn an assignment of your interest in the dedicated unit within Section 20 from the surface of the earth to the total depth drilled in the test well.

Joseph R. Hodge  
November 11, 1996  
Page 2

3. You would reserve in such assignment a 1/8th of 8/8ths overriding royalty interest which would absorb all burdens in excess of the usual 1/8th royalty, and would be proportionately reduced to the interest being assigned.

Due to time constraints on the commencement of the proposed well, IOGC has filed an application for compulsory pooling and an unorthodox well location with the New Mexico Oil Conservation Division. This matter will be heard at 8:15 a.m. on Thursday, December 5, 1996 at the Division's office at 2040 South Pacheco Street, Santa Fe, New Mexico. Failure to appear at that time will preclude you from contesting this matter at a later date. However, we would like to obtain your voluntary joinder in the well, and we would appreciate discussing this proposal with you at your earliest convenience.

Very truly yours,



Rock A. Quinn  
Senior Landman

RAQ:rkw  
Enclosures (3)



# InterCoast Oil and Gas

InterCoast Oil and Gas Company  
7130 South Lewis Avenue  
Suite 700  
Tulsa, Oklahoma 74136  
918 488-8283 Telephone  
918 488-8182 Fax

November 11, 1996

E. G. Holden Testamentary Trust  
2524 Union Street  
San Francisco, CA 94123

RE: Well Proposal  
N/2 Section 20-20S-28E  
Eddy County, NM  
IOGC's Angell Ranch Prospect

Gentlemen:

InterCoast Oil and Gas Company ("IOGC") hereby proposes the drilling of a well to be located in the NE/4 of Section 20-20S-28E, Eddy County, New Mexico. IOGC proposes that the test well be drilled to a depth of approximately 11,250' in order to sufficiently test the Morrow Sand formation. Dry hole costs are estimated to be \$405,000, with total completed well costs estimated at \$697,000.

Enclosed are two copies of the AFE and a copy of our proposed operating Agreement for this well. If you should desire to participate, please sign and return one copy of the AFE together with any comments you may have regarding the proposed operating agreement. IOGC has acquired the interest of Kerr-McGee in the NE/4 of Section 20.

If you do not wish to participate in the proposed test well, IOGC proposes that you grant us a farmout of your interest in the N/2 of Section 20-20S-28E under the following terms:

1. On or before 120 days following the execution date of a definitive agreement, IOGC would commence or cause the commencement of an 11,250' Morrow Sand test at a location in the NE/4 of Section 20-20S-28E, Eddy County, New Mexico.
2. In the event the test well results in a well capable of producing in commercial quantities, IOGC would earn an assignment of your interest in the dedicated unit within Section 20 from the surface of the earth to the total depth drilled in the test well.

3. You would reserve in such assignment a 1/8th of 8/8ths overriding royalty interest which would absorb all burdens in excess of the usual 1/8th royalty, and would be proportionately reduced to the interest being assigned.

Due to time constraints on the commencement of the proposed well, IOGC has filed an application for compulsory pooling and an unorthodox well location with the New Mexico Oil Conservation Division. This matter will be heard at 8:15 a.m. on Thursday, December 5, 1996 at the Division's office at 2040 South Pacheco Street, Santa Fe, New Mexico. Failure to appear at that time will preclude you from contesting this matter at a later date. However, we would like to obtain your voluntary joinder in the well, and we would appreciate discussing this proposal with you at your earliest convenience.

Very truly yours,



Rock A. Quinn  
Senior Landman

RAQ:rkw  
Enclosures (3)



# InterCoast Oil and Gas

InterCoast Oil and Gas Company  
7130 South Lewis Avenue  
Suite 700  
Tulsa, Oklahoma 74136  
918 488-8283 Telephone  
918 488-8182 Fax

November 11, 1996

Betsy H. Keller  
2524 Union Street  
San Francisco, CA 94123

RE: Well Proposal  
N/2 Section 20-20S-28E  
Eddy County, NM  
IOGC's Angell Ranch Prospect

Dear Ms. Keller:

InterCoast Oil and Gas Company ("IOGC") hereby proposes the drilling of a well to be located in the NE/4 of Section 20-20S-28E, Eddy County, New Mexico. IOGC proposes that the test well be drilled to a depth of approximately 11,250' in order to sufficiently test the Morrow Sand formation. Dry hole costs are estimated to be \$405,000, with total completed well costs estimated at \$697,000.

Enclosed are two copies of the AFE and a copy of our proposed operating Agreement for this well. If you should desire to participate, please sign and return one copy of the AFE together with any comments you may have regarding the proposed operating agreement. IOGC has acquired the interest of Kerr-McGee in the NE/4 of Section 20.

If you do not wish to participate in the proposed test well, IOGC proposes that you grant us a farmout of your interest in the N/2 of Section 20-20S-28E under the following terms:

1. On or before 120 days following the execution date of a definitive agreement, IOGC would commence or cause the commencement of an 11,250' Morrow Sand test at a location in the NE/4 of Section 20-20S-28E, Eddy County, New Mexico.
2. In the event the test well results in a well capable of producing in commercial quantities, IOGC would earn an assignment of your interest in the dedicated unit within Section 20 from the surface of the earth to the total depth drilled in the test well.

Betsy H. Keller  
November 11, 1996  
Page 2

3. You would reserve in such assignment a 1/8th of 8/8ths overriding royalty interest which would absorb all burdens in excess of the usual 1/8th royalty, and would be proportionately reduced to the interest being assigned.

Due to time constraints on the commencement of the proposed well, IOGC has filed an application for compulsory pooling and an unorthodox well location with the New Mexico Oil Conservation Division. This matter will be heard at 8:15 a.m. on Thursday, December 5, 1996 at the Division's office at 2040 South Pacheco Street, Santa Fe, New Mexico. Failure to appear at that time will preclude you from contesting this matter at a later date. However, we would like to obtain your voluntary joinder in the well, and we would appreciate discussing this proposal with you at your earliest convenience.

Very truly yours,



Rock A. Quinn  
Senior Landman

RAQ:rkw  
Enclosures (3)



# InterCoast Oil and Gas

InterCoast Oil and Gas Company  
7130 South Lewis Avenue  
Suite 700  
Tulsa, Oklahoma 74136  
918 488-8283 Telephone  
918 488-8182 Fax

November 11, 1996

Isaac A. Kawasaki  
734 Kalanipuu  
Honolulu, HI 96825

RE: Well Proposal  
N/2 Section 20-20S-28E  
Eddy County, NM  
IOGC's Angell Ranch Prospect

Dear Mr. Kawasaki:

InterCoast Oil and Gas Company ("IOGC") hereby proposes the drilling of a well to be located in the NE/4 of Section 20-20S-28E, Eddy County, New Mexico. IOGC proposes that the test well be drilled to a depth of approximately 11,250' in order to sufficiently test the Morrow Sand formation. Dry hole costs are estimated to be \$405,000, with total completed well costs estimated at \$697,000.

Enclosed are two copies of the AFE and a copy of our proposed operating Agreement for this well. If you should desire to participate, please sign and return one copy of the AFE together with any comments you may have regarding the proposed operating agreement. IOGC has acquired the interest of Kerr-McGee in the NE/4 of Section 20.

If you do not wish to participate in the proposed test well, IOGC proposes that you grant us a farmout of your interest in the N/2 of Section 20-20S-28E under the following terms:

1. On or before 120 days following the execution date of a definitive agreement, IOGC would commence or cause the commencement of an 11,250' Morrow Sand test at a location in the NE/4 of Section 20-20S-28E, Eddy County, New Mexico.
2. In the event the test well results in a well capable of producing in commercial quantities, IOGC would earn an assignment of your interest in the dedicated unit within Section 20 from the surface of the earth to the total depth drilled in the test well.

Isaac A. Kawasaki  
November 11, 1996  
Page 2

3. You would reserve in such assignment a 1/8th of 8/8ths overriding royalty interest which would absorb all burdens in excess of the usual 1/8th royalty, and would be proportionately reduced to the interest being assigned.

Due to time constraints on the commencement of the proposed well, IOGC has filed an application for compulsory pooling and an unorthodox well location with the New Mexico Oil Conservation Division. This matter will be heard at 8:15 a.m. on Thursday, December 5, 1996 at the Division's office at 2040 South Pacheco Street, Santa Fe, New Mexico. Failure to appear at that time will preclude you from contesting this matter at a later date. However, we would like to obtain your voluntary joinder in the well, and we would appreciate discussing this proposal with you at your earliest convenience.

Very truly yours,



Rock A. Quinn  
Senior Landman

RAQ:rkw  
Enclosures (3)



**InterCoast  
Oil and Gas**

InterCoast Oil and Gas Company  
7130 South Lewis Avenue  
Suite 700  
Tulsa, Oklahoma 74136  
918 488-8283 Telephone  
918 488-8182 Fax

November 11, 1996

Charles Cline Moore  
138 Harvard Avenue  
Mill Valley, CA 94941

RE: Well Proposal  
N/2 Section 20-20S-28E  
Eddy County, NM  
IOGC's Angell Ranch Prospect

Dear Mr. Moore:

InterCoast Oil and Gas Company ("IOGC") hereby proposes the drilling of a well to be located in the NE/4 of Section 20-20S-28E, Eddy County, New Mexico. IOGC proposes that the test well be drilled to a depth of approximately 11,250' in order to sufficiently test the Morrow Sand formation. Dry hole costs are estimated to be \$405,000, with total completed well costs estimated at \$697,000.

Enclosed are two copies of the AFE and a copy of our proposed operating Agreement for this well. If you should desire to participate, please sign and return one copy of the AFE together with any comments you may have regarding the proposed operating agreement. IOGC has acquired the interest of Kerr-McGee in the NE/4 of Section 20.

If you do not wish to participate in the proposed test well, IOGC proposes that you grant us a farmout of your interest in the N/2 of Section 20-20S-28E under the following terms:

1. On or before 120 days following the execution date of a definitive agreement, IOGC would commence or cause the commencement of an 11,250' Morrow Sand test at a location in the NE/4 of Section 20-20S-28E, Eddy County, New Mexico.
2. In the event the test well results in a well capable of producing in commercial quantities, IOGC would earn an assignment of your interest in the dedicated unit within Section 20 from the surface of the earth to the total depth drilled in the test well.

Charles Cline Moore  
November 11, 1996  
Page 2

3. You would reserve in such assignment a 1/8th of 8/8ths overriding royalty interest which would absorb all burdens in excess of the usual 1/8th royalty, and would be proportionately reduced to the interest being assigned.

Due to time constraints on the commencement of the proposed well, IOGC has filed an application for compulsory pooling and an unorthodox well location with the New Mexico Oil Conservation Division. This matter will be heard at 8:15 a.m. on Thursday, December 5, 1996 at the Division's office at 2040 South Pacheco Street, Santa Fe, New Mexico. Failure to appear at that time will preclude you from contesting this matter at a later date. However, we would like to obtain your voluntary joinder in the well, and we would appreciate discussing this proposal with you at your earliest convenience.

Very truly yours,



Rock A. Quinn  
Senior Landman

RAQ:rkw  
Enclosures (3)



**InterCoast  
Oil and Gas**

395 1741 367

InterCoast Oil and Gas Company  
7130 South Lewis Avenue  
Suite 700  
Tulsa, Oklahoma 74136  
318 488-8283 Telephone  
318 488-8182 Fax

November 8, 1996

Diamond Head Properties, L. P.  
P. O. Box 2127  
Midland, TX 79702-2127

Attention: Ms. Shirley Choate

RE: Well Proposal  
E/2 Section 20-20S-28E  
Eddy County, NM  
IOGC's Angell Ranch Prospect

Gentlemen:

InterCoast Oil and Gas Company ("IOGC") hereby proposes the drilling of a well to be located in the NE/4 of Section 20-20S-28E, Eddy County, New Mexico. IOGC proposes that the test well be drilled to a depth of approximately 11,250' in order to sufficiently test the Morrow Sand formation. Dry hole costs are estimated to be \$405,000, with total completed well costs estimated at \$697,000.

Enclosed are two copies of the AFE and a copy of our proposed operating Agreement for this well. If you should desire to participate, please sign and return one copy of the AFE together with any comments you may have regarding the proposed operating agreement.

If you do not wish to participate in the proposed test well, IOGC proposes that you grant us a farmout of your estimated 24% working interest in the E/2 of Section 20-20S-28E under the following terms:

1. On or before 60 days following the execution date of a definitive agreement, IOGC would commence or cause the commencement of an 11,250' Morrow Sand test at a location 990' FNL and 990' FEL of Section 20-20S-28E, Eddy County, New Mexico.
2. In the event the test well results in a well capable of producing in commercial quantities, IOGC would earn an assignment of your interest in the dedicated unit within Section 20 from the surface of the earth to the total depth drilled in the test well.

Diamond Head Properties, L.P.

November 8, 1996

Page 2

3. You would reserve in such assignment a 1/8th of 8/8ths overriding royalty interest which would absorb all burdens in excess of the usual 1/8th royalty, and would be proportionately reduced to the interest being assigned.

Please indicate your election by marking the appropriate space provided below and returning one (1) signed copy of this letter to my attention. If you have any questions or would like to discuss this proposal, please contact me at (918) 491-4176.

Very truly yours,



Rock A. Quinn  
Senior Landman

RAQ:rkw  
Enclosure

\_\_\_\_\_ We elect to participate in InterCoast Oil and Gas Company's proposed well.

\_\_\_\_\_ We elect to farmout our interest to InterCoast Oil and Gas Company. Please furnish us a farmout agreement for our review and execution.

DIAMOND HEAD PROPERTIES, L. P.

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

dhp11896



INTERCOAST OIL AND GAS COMPANY

AUTHORIZATION FOR EXPENDITURES

Description of Work: Footage Drill, Log, DST, complete and equip a single zone Morrow Sand gas well

Prospect	Angell Ranch	Well No.	1	Date	12/17/96
Lease	To Be Determined	Section	20	AFE No.	
Location	990' FNL-990' FEL	County	Eddy	Twp	20S Range 28E
Field	Atoka Morrow	Prim. Obj.	Morrow	State	New Mexico
Well TD	11250'	Sec. Obj.			

	Before Csg Point	After Csg Point	Total		Before Csg Point	After Csg Point	Total
<b>INTANGIBLE COSTS</b>	<b>BCP-820</b>	<b>ACP-840</b>		<b>TANGIBLE COSTS</b>	<b>BCP-830</b>	<b>ACP-850</b>	
.01 Location/Damage Payment	4,500		4,500	.01 Cattle Guards & Fencing	0	0	0
.02 Location Construction	17,500	1,500	19,000	.02 Csg: Cond.	0	X	0
.03 Contracted Equipment	0	0	0	.03 Csg: Surface	8,125	X	8,125
.04 Rotary Rig: MI, RU, RD, MO	0	0	0	500' 13-3/8" 48# H-40			
.05 Rotary Rig: Daywork	11,000	11,000	22,000	.04 Csg: Intermediate	30,500	X	30,500
.06 Rotary Rig: Footage	210,950	0	210,950	3000' 8-5/8" 32#			
.07 Fuel	2,000	0	2,000	.05 Csg: Production	X	56,900	56,900
.08 Drilling Bits	0	0	0	4-1/2" @ 11250'			
.09 Drilling Fluid	37,500	1,000	38,500	.06 Float Equip, Centrizers, etc.		2,000	2,000
.10 Mud Disposal	3,000	X	3,000	.07 Well Head	8,800	11,500	20,300
.11 Drill Stem Tests	4,000	X	4,000	.08 Tubing	X	26,700	26,700
.12 Cement and Cementing Service	18,000	12,000	30,000	2-3/8", 4.7#, N-80			
.13 Casing Crew, Equipment	3,500	3,500	7,000	.09 Pump Unit	X	0	0
.14 Logging: Open Hole	9,500	X	9,500	.10 Motor/Engine	X	0	0
.15 Completion Rig	X	15,000	15,000	.11 Rods & Pump	X	0	0
.16 Stimulation	X	75,000	75,000	.12 Pkr & Sub-surface Equip.	X	10,000	10,000
.17 Misc. Pumping Services	0	3,500	3,500	.13 Tanks	X	6,000	6,000
.18 Log & Perf Cased Hole	X	8,000	8,000	.14 Separator/Production Unit	X	8,000	8,000
.19 Rentals	5,000	5,000	10,000	.15 Heater Treater/Dehydrator	X	8,000	8,000
.20 Water/Water Hauling	10,500	6,000	16,500	.16 Fittings & Small Pipe	X	12,500	12,500
.21 Hauling/Freight	0	1,000	1,000	.17 Other Equipment	0	0	0
.22 Tubular Inspection	1,500	2,500	4,000	.18 Installation Costs	X	12,500	12,500
.23 Well Testing	1,500	1,000	2,500	.19 Miscellaneous			
.24 Labor: Contract	2,500	2,500	5,000	.20 Contingency			
.25 Company Geologist/Engineer	2,500	0	2,500	<b>Subtotal</b>	<b>\$47,425</b>	<b>\$154,100</b>	<b>\$201,525</b>
.26 Overhead	3,700	1,000	4,700				
.27 Professional Services	17,500	6,000	23,500	<b>Pipeline</b>		<b>PL-880</b>	
.28 Insurance	1,700	0	1,700	.01 Line Pipe	X	25,000	25,000
.29 Miscellaneous tax	14,000	7,550	21,550	.02 Metering Equipment	X	0	0
.30 Contingency	500	0	500	.03 Meter Sta. Valves, Fittings	X	0	0
.31 Coiled Tubing Work	0	3,500	3,500	<b>Subtotal</b>		<b>\$25,000</b>	<b>\$25,000</b>
.32 Packer Redress	X	0	0	<b>TOTAL TANGIBLE COSTS</b>	<b>\$47,425</b>	<b>\$179,100</b>	<b>\$226,525</b>

<b>Subtotal</b>	<b>\$382,350</b>	<b>\$166,550</b>	<b>\$548,900</b>	<b>TOTAL WELL COSTS</b>	<b>\$429,775</b>	<b>\$345,650</b>	<b>\$775,425</b>
<b>Pipeline</b>		<b>PL-880</b>		<b>Total Well Cost to Casing Point</b>			<b>\$429,775</b>
.01 Tapping Fee	X			<b>Plugging Cost</b>			<b>\$15,000</b>
.02 Purchased Right of Way	X			<b>Total Dry &amp; Abandonment Cost</b>			<b>\$444,775</b>
.03 Damage Payments	X			<b>Total Cost Through Evaluation of Zone of Interest</b>			<b>\$693,425</b>
.04 Right of Way Acquisition	X			Prepared By:	LCF/TLR		
.05 Permits	X			Estimated Spud Date			
.06 Freight	X			InterCoast WIO %			
.07 PL & Meter Sta. Construction	X			InterCoast Net Expenditure			<b>\$0</b>
.08 Surveying and Drafting	X			Supplement No.			
.09 Field Construction Sup.	X			Original AFE Amount			
.10 Misc. and Contingency	X			Amount This Supplement			
<b>Subtotal</b>							
<b>TOTAL INTANGIBLE COSTS</b>	<b>\$382,350</b>	<b>\$166,550</b>	<b>\$548,900</b>				

INTERCOAST OIL AND GAS COMPANY APPROVED

**NEW MEXICO**  
OIL CONSERVATION DIVISION APPROVED

By: LCF Date: \_\_\_\_\_ Company Name: InterCoast  
 By: \_\_\_\_\_ Date: \_\_\_\_\_ By: EXHIBIT 3 Date: \_\_\_\_\_  
 By: \_\_\_\_\_ Date: \_\_\_\_\_ Name: \_\_\_\_\_

CASE NO. 11666

BEFORE THE NEW MEXICO OIL CONSERVATION DIVISION

APPLICATION OF INTERCOAST OIL AND GAS COMPANY FOR COMPULSORY POOLING AND AN UNORTHODOX GAS WELL LOCATION, EDDY COUNTY, NEW MEXICO.

Case No. 11,666

AFFIDAVIT REGARDING NOTICE

STATE OF NEW MEXICO )  
COUNTY OF SANTA FE ) ss.

Rock A. Quinn, being duly sworn upon his oath, deposes and states:

1. I am over the age of 18, and have personal knowledge of the matters stated herein.

2. I am a landman for Applicant.

3. Applicant has conducted a good faith, diligent effort to find the names and correct addresses of the interest owners entitled to receive notice of the compulsory pooling application filed herein.

4. Notice of the compulsory pooling application was provided to the interest owners at their correct addresses by certified mail. Copies of the certified return receipts are attached hereto as Exhibit A.

5. Applicant has complied with the notice provisions of Division Rule 1207.

Rock A. Quinn  
Rock A. Quinn

SUBSCRIBED AND SWORN TO before me this 18th day of December, 1996, by Rock A. Quinn.

Brenda S. Crawford

My Commission Expires:  
10-29-99

NEW MEXICO  
OIL CONSERVATION DIVISION  
InterCoast EXHIBIT 5  
CASE NO. 11666

InterCoast - Rita  
P 553 784 850

**US Postal Service**  
**Receipt for Certified Mail**

No Insurance Coverage Provided.  
Do not use for International Mail (See reverse)

Sent to <b>Charles Cline Moore</b>	Street & Number <b>138 Harvard Ave.</b>
Post Office, State, & ZIP Code <b>Mill Valley, CA 94941</b>	Postage <b>\$</b>
Certified Fee <b>98</b>	Special Delivery Fee <b>98</b>
Return Receipt Showing to Whom & Date Delivered	Return Receipt Showing to Whom & Date Delivered
Date & Addressee's Address	
TOTAL Postage & Fees <b>\$</b>	

**INTERCOAST OIL and GAS COMPANY**  
Postmaster  
7130 South Lewis Ave.  
Suite 700  
Tulsa, Oklahoma 74136



**SENDER:**

- Complete items 1 and/or 2 for additional services.
- Complete items 3, 4a, and 4b.
- Print your name and address on the reverse of this form so that we can return this card to you.
- Attach this form to the front of the mailpiece, or on the back if space does not permit.
- Write "Return Receipt Requested" on the mailpiece below the article number.
- The Return Receipt will show to whom the article was delivered and the date delivered.

I also wish to receive the following services (for an extra fee):

- Addressee's Address
- Restricted Delivery

Consult postmaster for fee.

3. Article Addressed to:  
Isaac A. Kawasaki  
734 Kalanipuu  
Honolulu, HI 96825

4a. Article Number  
P 553 984 805

4b. Service Type

Registered  Certified  
 Express Mail  Insured  
 Return Receipt for Merchandise  COD

7. Date of Delivery

5. Received By: (Print Name)

6. Signature: (Addressee or Agent)  
X *James M. Thurb*

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

Thank you for using Return Receipt Service.

**SENDER:**

- Complete items 1 and/or 2 for additional services.
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I also wish to receive the following services (for an extra fee):

- Addressee's Address
- Restricted Delivery

Consult postmaster for fee.

3. Article Addressed to:  
Betsy H. Keller  
2524 Union Street  
San Francisco, CA 94123

4a. Article Number  
P 553 984 804

4b. Service Type

Registered  Certified  
 Express Mail  Insured  
 Return Receipt for Merchandise  COD

7. Date of Delivery

5. Received By: (Print Name)  
*11/18/96*

6. Signature: (Addressee or Agent)  
X *Betsy H. Keller*

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

Thank you for using Return Receipt Service.

Is your RETURN ADDRESS completed on the reverse side?

**SENDER:**

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I also wish to receive the following services (for an extra fee):

- Addressee's Address
- Restricted Delivery

Consult postmaster for fee.

3. Article Addressed to:  
 E. G. Holden Testamentary Trust  
 2524 Union Street  
 San Francisco, CA 94123

4a. Article Number  
 P 553 984 803

4b. Service Type

Registered  Certified  
 Express Mail  Insured  
 Return Receipt for Merchandise  COD

7. Date of Delivery

5. Received By: (Print Name)

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

6. Signature: (Addressee or Agent)  
 X *[Signature]*

PS Form 3811, December 1994 Domestic Return Receipt

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I also wish to receive the following services (for an extra fee):

- Addressee's Address
- Restricted Delivery

Consult postmaster for fee.

3. Article Addressed to:  
 Joseph R. Hodge  
 3815 Roxbury Ct.  
 Colorado Springs, CO 80906

4a. Article Number  
 Z 156 482 589

4b. Service Type

Registered  Certified  
 Express Mail  Insured  
 Return Receipt for Merchandise  COD

7. Date of Delivery  
 NOV 1 1996

5. Received By: (Print Name)

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

6. Signature: (Addressee or Agent)  
 X *[Signature]*

PS Form 3811, December 1994 Domestic Return Receipt

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I also wish to receive the following services (for an extra fee):

- Addressee's Address
- Restricted Delivery

Consult postmaster for fee.

3. Article Addressed to:  
 J. W. Gendron  
 1280 Encino Drive  
 San Marino, CA 91108

4a. Article Number  
 Z 156 482 590

4b. Service Type

Registered  Certified  
 Express Mail  Insured  
 Return Receipt for Merchandise  COD

7. Date of Delivery  
 11-18-96

5. Received By: (Print Name)

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

6. Signature: (Addressee or Agent)  
 X *[Signature]*

PS Form 3811, December 1994 Domestic Return Receipt

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I also wish to receive the following services (for an extra fee):

- Addressee's Address
- Restricted Delivery

Consult postmaster for fee.

3. Article Addressed to:  
 Myco Industries, Inc.  
 105 South 4th Street  
 Artesia, NM 88210

4a. Article Number  
 Z 156 482 591

4b. Service Type  
 Registered  Certified  
 Express Mail  Insured  
 Return Receipt for Merchandise  COD

7. Date of Delivery  
 11/8/96

5. Received By: (Print Name)  
 Kathryn Parsons

6. Signature: (Addressee or Agent)  
 X Kathryn Parsons

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

PS Form 3811, December 1994 Domestic Return Receipt

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I also wish to receive the following services (for an extra fee):

- Addressee's Address
- Restricted Delivery

Consult postmaster for fee.

3. Article Addressed to:  
 Whiting Petroleum Corporation  
 1700 Broadway, Suite 2300  
 Denver, CO 80290-2301

4a. Article Number  
 P 553 984 856

4b. Service Type  
 Registered  Certified  
 Express Mail  Insured  
 Return Receipt for Merchandise  COD

7. Date of Delivery  
 11/18/96

5. Received By: (Print Name)

6. Signature: (Addressee or Agent)  
 X [Signature]

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

PS Form 3811, December 1994 Domestic Return Receipt

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- Addressee's Address
- Restricted Delivery

Consult postmaster for fee.

3. Article Addressed to:  
 Abo Petroleum Corporation  
 331 West Main St., Suite A  
 Artesia, NM 88210-2160

4a. Article Number  
 P 553 984 855

4b. Service Type  
 Registered  Certified  
 Express Mail  Insured  
 Return Receipt for Merchandise  COD

7. Date of Delivery  
 11/8/96

5. Received By: (Print Name)

6. Signature: (Addressee or Agent)  
 X [Signature]

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

PS Form 3811, December 1994 Domestic Return Receipt

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- Addressee's Address
- Restricted Delivery

Consult postmaster for fee.

3. Article Addressed to:  
 R. Ken Williams  
 P. O. Box 10626  
 Midland, TX 79702-7626

4a. Article Number  
 P 553 984 854

4b. Service Type  
 Registered  Certified  
 Express Mail  Insured  
 Return Receipt for Merchandise  COD

7. Date of Delivery  
 11-19-96

5. Received By: (Print Name)

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

6. Signature: (Addressee or Agent)  
*Donnie Griffin*

PS Form 3811, December 1994

Domestic Return Receipt

Thank you for using Return Receipt Service.

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I also wish to receive the following services (for an extra fee):

- Addressee's Address
- Restricted Delivery

Consult postmaster for fee.

3. Article Addressed to:  
 Yates Drilling Company  
 110 South 4th Street  
 Yates Building  
 Artesia, NM 88210-2123

4a. Article Number  
 P 553 984 853

4b. Service Type  
 Registered  Certified  
 Express Mail  Insured  
 Return Receipt for Merchandise  COD

7. Date of Delivery  
 11/18/96

5. Received By: (Print Name)  
 Kathryn Parsons

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

6. Signature: (Addressee or Agent)  
 X *Kathryn Parsons*

PS Form 3811, December 1994

Domestic Return Receipt

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I also wish to receive the following services (for an extra fee):

- Addressee's Address
- Restricted Delivery

Consult postmaster for fee.

3. Article Addressed to:  
 W. A. & E. R. Hudson, Inc.  
 616 Texas Street  
 Ft. Worth, TX 76102-4612

4a. Article Number  
 P 553 984 852

4b. Service Type  
 Registered  Certified  
 Express Mail  Insured  
 Return Receipt for Merchandise  COD

7. Date of Delivery  
 NOV 18 1996

5. Received By: (Print Name)

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

6. Signature: (Addressee or Agent)  
 X *W. A. & E. R. Hudson*

PS Form 3811, December 1994

Domestic Return Receipt

Thank you for using Return Receipt Service.

Is your RETURN ADDRESS completed on the reverse side?

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- Addressee's Address
- Restricted Delivery

Consult postmaster for fee.

3. Article Addressed to:

Adolph P. Schuman  
400 Sansome Street  
San Francisco, CA 94111

4a. Article Number  
P 553 984 851

4b. Service Type

Registered  Certified  
 Express Mail  Insured  
 Return Receipt for Merchandise  COD

7. Date of Delivery  
11-18-90

5. Received By: (Print Name)

6. Signature: (Addressee or Agent)  
X S. Brown

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



Thank you for using Return Receipt Service.

PS Form 3811, December 1994

Domestic Return Receipt

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3. Article Addressed to:

Diamond Head Properties  
Attn: Shirley Choate  
P.O. Box 2127  
Midland, TX 79702-2127

4a. Article Number  
Z 156 482 232

4b. Service Type

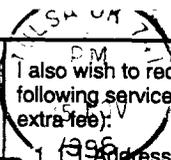
Registered  Certified  
 Express Mail  Insured  
 Return Receipt for Merchandise  COD

7. Date of Delivery  
NOV 18 1996

5. Received By: (Print Name)

6. Signature: (Addressee or Agent)  
X Rick Kraemer

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



Thank you for using Return Receipt Service.

PS Form 3811, December 1994

Domestic Return Receipt

Is your RETURN ADDRESS completed on the reverse side?

**SENDER:**

- Complete items 1 and/or 2 for additional services.
- Complete items 3, 4a, and 4b.
- Print your name and address on the reverse of this form so that we can return this card to you.
- Attach this form to the front of the mailpiece, or on the back if space does not permit.
- Write "Return Receipt Requested" on the mailpiece below the article number.
- The Return Receipt will show to whom the article was delivered and the date delivered.

I also wish to receive the following services (for an extra fee):

- Addressee's Address
- Restricted Delivery

Consult postmaster for fee.

3. Article Addressed to:

W.A. & E.R. Hudson, Inc.  
616 Texas St.  
Ft. Worth, TX 76102-4612

4a. Article Number  
P 553 984 867

4b. Service Type

Registered  Certified  
 Express Mail  Insured  
 Return Receipt for Merchandise  COD

7. Date of Delivery  
NOV 18 1996

5. Received By: (Print Name)

6. Signature: (Addressee or Agent)  
X [Signature]

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

Thank you for using Return Receipt Service.

PS Form 3811, December 1994

Domestic Return Receipt

Is your RETURN ADDRESS completed on the reverse side?

**SENDER:**

- Complete items 1 and/or 2 for additional services.
- Complete items 3, 4a, and 4b.
- Print your name and address on the reverse of this form so that we can return this card to you.
- Attach this form to the front of the mailpiece, or on the back if space does not permit.
- Write "Return Receipt Requested" on the mailpiece below the article number.
- The Return Receipt will show to whom the article was delivered and the date delivered.

I also wish to receive the following services (for an extra fee):

- Addressee's Address
  - Restricted Delivery
- Consult postmaster for fee.

3. Article Addressed to:  
 Adolph P. Schuman  
 400 Sansome St.  
 San Francisco, CA  
 94111

4a. Article Number  
 P553 984 866

4b. Service Type  
 Registered  Certified  
 Express Mail  Insured  
 Return Receipt for Merchandise  COD

7. Date of Delivery  
 11-18-96

5. Received By: (Print Name)

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

6. Signature: (Addressee or Agent)  
 X *[Signature]*

PS Form 3811, December 1994 Domestic Return Receipt

Thank you for using Return Receipt Service.

Is your RETURN ADDRESS completed on the reverse side?

**SENDER:**

- Complete items 1 and/or 2 for additional services.
- Complete items 3, 4a, and 4b.
- Print your name and address on the reverse of this form so that we can return this card to you.
- Attach this form to the front of the mailpiece, or on the back if space does not permit.
- Write "Return Receipt Requested" on the mailpiece below the article number.
- The Return Receipt will show to whom the article was delivered and the date delivered.

I also wish to receive the following services (for an extra fee):

- Addressee's Address
  - Restricted Delivery
- Consult postmaster for fee.

3. Article Addressed to:  
 Yates Drilling Co.  
 110 S. 4th St. - Yates Bldg  
 Artesia, NM 88210-2123

4a. Article Number  
 P553 984 868

4b. Service Type  
 Registered  Certified  
 Express Mail  Insured  
 Return Receipt for Merchandise  COD

7. Date of Delivery  
 11/8/96

5. Received By: (Print Name)  
 Kathryn Parsons

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

6. Signature: (Addressee or Agent)  
 X *[Signature]*

PS Form 3811, December 1994 Domestic Return Receipt

Thank you for using Return Receipt Service.

Is your RETURN ADDRESS completed on the reverse side?

**SENDER:**

- Complete items 1 and/or 2 for additional services.
- Complete items 3, 4a, and 4b.
- Print your name and address on the reverse of this form so that we can return this card to you.
- Attach this form to the front of the mailpiece, or on the back if space does not permit.
- Write "Return Receipt Requested" on the mailpiece below the article number.
- The Return Receipt will show to whom the article was delivered and the date delivered.

I also wish to receive the following services (for an extra fee):

- Addressee's Address
  - Restricted Delivery
- Consult postmaster for fee.

3. Article Addressed to:  
 R. Ken Williams  
 P.O. Box 10626  
 Midland, TX 79702-7626

4a. Article Number  
 P553 984 857

4b. Service Type  
 Registered  Certified  
 Express Mail  Insured  
 Return Receipt for Merchandise  COD

7. Date of Delivery  
 NOV 18 1996

5. Received By: (Print Name)

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

6. Signature: (Addressee or Agent)  
 X *[Signature]*

PS Form 3811, December 1994 Domestic Return Receipt

Thank you for using Return Receipt Service.



Is your RETURN ADDRESS completed on the reverse side?

- Complete items 1 and/or 2 for additional services.
- Complete items 3, 4a, and 4b.
- Print your name and address on the reverse of this form so that we can return this card to you.
- Attach this form to the front of the mailpiece, or on the back if space does not permit.
- Write "Return Receipt Requested" on the mailpiece below the article number.
- The Return Receipt will show to whom the article was delivered and the date delivered.

I also wish to receive the following services (for an extra fee):

- 1.  Addressee's Address
- 2.  Restricted Delivery

Consult postmaster for fee.

3. Article Addressed to:

Unit Petroleum Corporation  
7130 South Lewis  
Tulsa, OK 74136

4a. Article Number

P553 984 872

4b. Service Type

- Registered  Certified
- Express Mail  Insured
- Return Receipt for Merchandise  COD

7. Date of Delivery

11/15/96

5. Received By: (Print Name)

6. Signature: (Addressee or Agent)

X *[Signature]*

PS Form 3811, December 1994

Domestic Return Receipt

Thank you for using Return Receipt Service.

Is your RETURN ADDRESS completed on the reverse side?

**SENDER:**

- Complete items 1 and/or 2 for additional services.
- Complete items 3, 4a, and 4b.
- Print your name and address on the reverse of this form so that we can return this card to you.
- Attach this form to the front of the mailpiece, or on the back if space does not permit.
- Write "Return Receipt Requested" on the mailpiece below the article number.
- The Return Receipt will show to whom the article was delivered and the date delivered.

I also wish to receive the following services (for an extra fee):

- 1.  Addressee's Address
- 2.  Restricted Delivery

Consult postmaster for fee.

3. Article Addressed to:

Pennzoil Exploration &  
Production Company  
P. O. Box 2967  
Houston, TX 77252-2967

4a. Article Number

P553 984 873

4b. Service Type

- Registered  Certified
- Express Mail  Insured
- Return Receipt for Merchandise  COD

7. Date of Delivery

NOV 18 1996

5. Received By: (Print Name)

6. Signature: (Addressee or Agent)

X *[Signature]*

PS Form 3811, December 1994

Domestic Return Receipt

Thank you for using Return Receipt Service.

Is your RETURN ADDRESS completed on the reverse side?

**SENDER:**

- Complete items 1 and/or 2 for additional services.
- Complete items 3, 4a, and 4b.
- Print your name and address on the reverse of this form so that we can return this card to you.
- Attach this form to the front of the mailpiece, or on the back if space does not permit.
- Write "Return Receipt Requested" on the mailpiece below the article number.
- The Return Receipt will show to whom the article was delivered and the date delivered.

I also wish to receive the following services (for an extra fee):

- 1.  Addressee's Address
- 2.  Restricted Delivery

Consult postmaster for fee.

3. Article Addressed to:

Space Building Corporation  
250 Cape Highway, Route 44  
East Taunton, MA 02713

4a. Article Number

P553 984 875

4b. Service Type

- Registered  Certified
- Express Mail  Insured
- Return Receipt for Merchandise  COD

7. Date of Delivery

11/21/96

5. Received By: (Print Name)

6. Signature: (Addressee or Agent)

X *[Signature]*

PS Form 3811, December 1994

Domestic Return Receipt

Thank you for using Return Receipt Service.

Is your RETURN ADDRESS completed on the reverse side?

**SENDER:**

- Complete items 1 and/or 2 for additional services.
- Complete items 3, 4a, and 4b.
- Print your name and address on the reverse of this form so that we can return this card to you.
- Attach this form to the front of the mailpiece, or on the back if space does not permit.
- Write "Return Receipt Requested" on the mailpiece below the article number.
- The Return Receipt will show to whom the article was delivered and the date delivered.

I also wish to receive the following services (for an extra fee):

- 1.  Addressee's Address
- 2.  Restricted Delivery

Consult postmaster for fee.

3. Article Addressed to:

Myco Industries, Inc  
105 S. 4th St.  
Artesia, NM 88210

4a. Article Number

P 553 984 859

4b. Service Type

- Registered  Certified
- Express Mail  Insured
- Return Receipt for Merchandise  COD

7. Date of Delivery

11/8/96

5. Received By: (Print Name)

Kathryn Parsons

6. Signature: (Addressee or Agent)

X Kathryn Parsons

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

PS Form 3811, December 1994

Domestic Return Receipt

Thank you for using Return Receipt Service.

Is your RETURN ADDRESS completed on the reverse side?

**SENDER:**

- Complete items 1 and/or 2 for additional services.
- Complete items 3, 4a, and 4b.
- Print your name and address on the reverse of this form so that we can return this card to you.
- Attach this form to the front of the mailpiece, or on the back if space does not permit.
- Write "Return Receipt Requested" on the mailpiece below the article number.
- The Return Receipt will show to whom the article was delivered and the date delivered.

I also wish to receive the following services (for an extra fee):

- 1.  Addressee's Address
- 2.  Restricted Delivery

Consult postmaster for fee.

3. Article Addressed to:

J. W. Henderson  
1280 Encino Dr.  
San Marino, CA 91108

4a. Article Number

P 553 984 860

4b. Service Type

- Registered  Certified
- Express Mail  Insured
- Return Receipt for Merchandise  COD

7. Date of Delivery

11-20-96

5. Received By: (Print Name)

X J. W. Henderson

6. Signature: (Addressee or Agent)

X J. W. Henderson

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

PS Form 3811, December 1994

Domestic Return Receipt

Thank you for using Return Receipt Service.

Is your RETURN ADDRESS completed on the reverse side?

**SENDER:**

- Complete items 1 and/or 2 for additional services.
- Complete items 3, 4a, and 4b.
- Print your name and address on the reverse of this form so that we can return this card to you.
- Attach this form to the front of the mailpiece, or on the back if space does not permit.
- Write "Return Receipt Requested" on the mailpiece below the article number.
- The Return Receipt will show to whom the article was delivered and the date delivered.

I also wish to receive the following services (for an extra fee):

- 1.  Addressee's Address
- 2.  Restricted Delivery

Consult postmaster for fee.

3. Article Addressed to:

Joseph R. Hodge  
3815 Roxbury Ct.  
Colorado Springs CO  
80906

4a. Article Number

P 553 984 861

4b. Service Type

- Registered  Certified
- Express Mail  Insured
- Return Receipt for Merchandise  COD

7. Date of Delivery

11/2/96

5. Received By: (Print Name)

Joseph R. Hodge

6. Signature: (Addressee or Agent)

X Joseph R. Hodge

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

PS Form 3811, December 1994

Domestic Return Receipt

Thank you for using Return Receipt Service.

Is your RETURN ADDRESS completed on the reverse side?

**SENDER:**

- Complete items 1 and/or 2 for additional services.
- Complete items 3, 4a, and 4b.
- Print your name and address on the reverse of this form so that we can return this card to you.
- Attach this form to the front of the mailpiece, or on the back if space does not permit.
- Write "Return Receipt Requested" on the mailpiece below the article number.
- The Return Receipt will show to whom the article was delivered and the date delivered.

I also wish to receive the following services (for an extra fee):

- 1.  Addressee's Address
- 2.  Restricted Delivery

Consult postmaster for fee.

3. Article Addressed to:

Edward R. Hudson, Jr. and  
Ann F. Hudson  
616 Texas Street  
Fl. Worth, TX 76102

4a. Article Number

2 156 482 220

4b. Service Type

- Registered  Certified
- Express Mail  Insured
- Return Receipt for Merchandise  COD

7. Date of Delivery

NOV 13 1996

5. Received By: (Print Name)

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

6. Signature: (Addressee or Agent)

X *Mark*

PS Form 3811, December 1994

Domestic Return Receipt

Thank you for using Return Receipt Service.

Is your RETURN ADDRESS completed on the reverse side?

**SENDER:**

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- Complete items 3, 4a, and 4b.
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- Attach this form to the front of the mailpiece, or on the back if space does not permit.
- Write "Return Receipt Requested" on the mailpiece below the article number.
- The Return Receipt will show to whom the article was delivered and the date delivered.

I also wish to receive the following services (for an extra fee):

- 1.  Addressee's Address
- 2.  Restricted Delivery

Consult postmaster for fee.

3. Article Addressed to:

Karen V. Martin and William H. Martin,  
Trustees of the Martin Living Trust  
400 West Illinois, Suite 1100  
Midland, TX 79701

4a. Article Number

2 156 482 219

4b. Service Type

- Registered  Certified
- Express Mail  Insured
- Return Receipt for Merchandise  COD

7. Date of Delivery

11-18-96

5. Received By: (Print Name)

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

6. Signature: (Addressee or Agent)

X *Mail Delivery*

PS Form 3811, December 1994

Domestic Return Receipt

Thank you for using Return Receipt Service.

Is your RETURN ADDRESS completed on the reverse side?

**SENDER:**

- Complete items 1 and/or 2 for additional services.
- Complete items 3, 4a, and 4b.
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- Attach this form to the front of the mailpiece, or on the back if space does not permit.
- Write "Return Receipt Requested" on the mailpiece below the article number.
- The Return Receipt will show to whom the article was delivered and the date delivered.

I also wish to receive the following services (for an extra fee):

- 1.  Addressee's Address
- 2.  Restricted Delivery

Consult postmaster for fee.

3. Article Addressed to:

LAJ Corp.  
P. O. Box 10626  
Midland, TX 79702-7626

4a. Article Number

2 156 482 221

4b. Service Type

- Registered  Certified
- Express Mail  Insured
- Return Receipt for Merchandise  COD

7. Date of Delivery

NOV 18 1996

5. Received By: (Print Name)

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

6. Signature: (Addressee or Agent)

X *Connie Deffen*

PS Form 3811, December 1994

Domestic Return Receipt

Thank you for using Return Receipt Service.

Is your RETURN ADDRESS completed on the reverse side?

**SENDER:**

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- Complete items 3, 4a, and 4b.
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- Attach this form to the front of the mailpiece, or on the back if space does not permit.
- Write "Return Receipt Requested" on the mailpiece below the article number.
- The Return Receipt will show to whom the article was delivered and the date delivered.

I also wish to receive the following services (for an extra fee):

- Addressee's Address
- Restricted Delivery

Consult postmaster for fee.

3. Article Addressed to:  
 Brown Brothers Harriman Trust Company  
 Trustee of the William B. Oliver  
 Trust and Successor Trustee of the  
 Agnes Cluth Oliver Trust  
 2001 Ross Ave., Suite 1150  
 Dallas, TX 75201

4a. Article Number  
 Z 156 482 222

4b. Service Type  
 Registered  Certified  
 Express Mail  Insured  
 Return Receipt for Merchandise  COD

7. Date of Delivery  
 NOV 18 1996

5. Received By: (Print Name)

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

6. Signature: (Addressee or Agent)  
 X *[Signature]*

PS Form 3811, December 1994

Domestic Return Receipt

Thank you for using Return Receipt Service.

Is your RETURN ADDRESS completed on the reverse side?

**SENDER:**

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- Complete items 3, 4a, and 4b.
- Print your name and address on the reverse of this form so that we can return this card to you.
- Attach this form to the front of the mailpiece, or on the back if space does not permit.
- Write "Return Receipt Requested" on the mailpiece below the article number.
- The Return Receipt will show to whom the article was delivered and the date delivered.

I also wish to receive the following services (for an extra fee):

- Addressee's Address
- Restricted Delivery

Consult postmaster for fee.

3. Article Addressed to:  
 Devon Energy Corporation  
 20 North Broadway, Suite 1500  
 Oklahoma City, OK 73102

4a. Article Number  
 Z 156 482 227

4b. Service Type  
 Registered  Certified  
 Express Mail  Insured  
 Return Receipt for Merchandise  COD

7. Date of Delivery  
 11-15-96

5. Received By: (Print Name)  
 Larry Brown

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

6. Signature: (Addressee or Agent)  
 X *[Signature]*

PS Form 3811, December 1994

Domestic Return Receipt

Thank you for using Return Receipt Service.

Is your RETURN ADDRESS completed on the reverse side?

**SENDER:**

- Complete items 1 and/or 2 for additional services.
- Complete items 3, 4a, and 4b.
- Print your name and address on the reverse of this form so that we can return this card to you.
- Attach this form to the front of the mailpiece, or on the back if space does not permit.
- Write "Return Receipt Requested" on the mailpiece below the article number.
- The Return Receipt will show to whom the article was delivered and the date delivered.

I also wish to receive the following services (for an extra fee):

- Addressee's Address
- Restricted Delivery

Consult postmaster for fee.

3. Article Addressed to:  
 Edward H. Judson and  
 Marilyn M. Judson  
 400 West Illinois, Suite 1100  
 Midland, TX 79701

4a. Article Number  
 Z 156 482 228

4b. Service Type  
 Registered  Certified  
 Express Mail  Insured  
 Return Receipt for Merchandise  COD

7. Date of Delivery  
 11-18-96

5. Received By: (Print Name)

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

6. Signature: (Addressee or Agent)  
 X Cheryl Judson

PS Form 3811, December 1994

Domestic Return Receipt

Thank you for using Return Receipt Service.

Is your RETURN ADDRESS completed on the reverse side?

- Complete items 1 and/or 2 for additional services.
- Complete items 3, 4a, and 4b.
- Print your name and address on the reverse of this form so that we can return this card to you.
- Attach this form to the front of the mailpiece, or on the back if space does not permit.
- Write "Return Receipt Requested" on the mailpiece below the article number.
- The Return Receipt will show to whom the article was delivered and the date delivered.

- following services (for an extra fee):
- Addressee's Address
  - Restricted Delivery
- Consult postmaster for fee.

3. Article Addressed to:

Frances B. Bunn  
2493 Makiki Heights Drive  
Honolulu, Hawaii 96822

4a. Article Number  
2 156 482 229

4b. Service Type  
 Registered  Certified  
 Express Mail  Insured  
 Return Receipt for Merchandise  COD

7. Date of Delivery  
11/19/96

5. Received By: (Print Name)  
Frances B Bunn

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

6. Signature: (Addressee or Agent)  
X Frances B Bunn

PS Form 3811, December 1994 Domestic Return Receipt

Thank you for using Return Receipt Service.

Is your RETURN ADDRESS completed on the reverse side?

- SENDER:**
- Complete items 1 and/or 2 for additional services.
  - Complete items 3, 4a, and 4b.
  - Print your name and address on the reverse of this form so that we can return this card to you.
  - Attach this form to the front of the mailpiece, or on the back if space does not permit.
  - Write "Return Receipt Requested" on the mailpiece below the article number.
  - The Return Receipt will show to whom the article was delivered and the date delivered.

- I also wish to receive the following services (for an extra fee):
- Addressee's Address
  - Restricted Delivery
- Consult postmaster for fee.

3. Article Addressed to:

Hayes Properties, Inc.  
P. O. Box 3700  
Midland, TX 79702



4a. Article Number  
2 156 482 230

4b. Service Type  
 Registered  Certified  
 Express Mail  Insured  
 Return Receipt for Merchandise  COD

7. Date of Delivery

5. Received By: (Print Name)

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

6. Signature: (Addressee or Agent)  
X [Signature]

PS Form 3811, December 1994 Domestic Return Receipt

Thank you for using Return Receipt Service.

Is your RETURN ADDRESS completed on the reverse side?

- SENDER:**
- Complete items 1 and/or 2 for additional services.
  - Complete items 3, 4a, and 4b.
  - Print your name and address on the reverse of this form so that we can return this card to you.
  - Attach this form to the front of the mailpiece, or on the back if space does not permit.
  - Write "Return Receipt Requested" on the mailpiece below the article number.
  - The Return Receipt will show to whom the article was delivered and the date delivered.

- I also wish to receive the following services (for an extra fee):
- Addressee's Address
  - Restricted Delivery
- Consult postmaster for fee.

3. Article Addressed to:

Yates Petroleum Corp.  
105 S. 4th Street  
Artesia, NM 87196

4a. Article Number  
2 156 482 231

4b. Service Type  
 Registered  Certified  
 Express Mail  Insured  
 Return Receipt for Merchandise  COD

7. Date of Delivery  
NOV 20 1996

5. Received By: (Print Name)  
[Signature]

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

6. Signature: (Addressee or Agent)  
[Signature]

PS Form 3811, December 1994 Domestic Return Receipt

Thank you for using Return Receipt Service.

Is your RETURN ADDRESS completed on the reverse side?

**SENDER:**  
 ■ Complete items 1 and/or 2 for additional services.  
 ■ Complete items 3, 4a, and 4b.  
 ■ Print your name and address on the reverse of this form so that we can return this card to you.  
 ■ Attach this form to the front of the mailpiece, or on the back if space does not permit.  
 ■ Write "Return Receipt Requested" on the mailpiece below the article number.  
 ■ The Return Receipt will show to whom the article was delivered and the date delivered.

I also wish to receive the following services (for an extra fee):  
 1.  Addressee's Address  
 2.  Restricted Delivery  
 Consult postmaster for fee.

3. Article Addressed to:  
 Ernie Bello  
 3325 Ala Akulikuli  
 Honolulu, Hawaii 96818-2215

4a. Article Number  
 P553 984 858  
 4b. Service Type  
 Registered  Certified  
 Express Mail  Insured  
 Return Receipt for Merchandise  COD  
 7. Date of Delivery

5. Received By: (Print Name)  
 LERRAINE BELLO

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

6. Signature: (Addressee or Agent)  
 X *Lerraine Bello*

PS Form 3811, December 1994 Domestic Return Receipt

Thank you for using Return Receipt Service.

Is your RETURN ADDRESS completed on the reverse side?

**SENDER:**  
 ■ Complete items 1 and/or 2 for additional services.  
 ■ Complete items 3, 4a, and 4b.  
 ■ Print your name and address on the reverse of this form so that we can return this card to you.  
 ■ Attach this form to the front of the mailpiece, or on the back if space does not permit.  
 ■ Write "Return Receipt Requested" on the mailpiece below the article number.  
 ■ The Return Receipt will show to whom the article was delivered and the date delivered.

I also wish to receive the following services (for an extra fee):  
 1.  Addressee's Address  
 2.  Restricted Delivery  
 Consult postmaster for fee.

3. Article Addressed to:  
 Frederick Van Vranken  
 Cedar Swamp Road, Box 264  
 Jericho, NY 11753

4a. Article Number  
 Z156 482 218  
 4b. Service Type  
 Registered  Certified  
 Express Mail  Insured  
 Return Receipt for Merchandise  COD  
 7. Date of Delivery NOV 19 1994

5. Received By: (Print Name)

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

6. Signature: (Addressee or Agent)  
 X *Brady Klein*

PS Form 3811, December 1994 Domestic Return Receipt

Thank you for using Return Receipt Service.

Is your RETURN ADDRESS completed on the reverse side?

Intercept with Rita  
 555 444 865  
 E/2 AR

US Postal Service  
**Receipt for Certified Mail**  
 No Insurance Coverage Provided.  
 Do not use for International Mail. (See reverse)

SHIP Charles Cline Moore  
 Street & Number

Post Office, State, & ZIP Code

Postage	\$
Certified Fee	
Special Delivery Fee	
Restricted Delivery Fee	
Return Receipt Showing to Whom & Date Delivered	
Return Receipt Showing to Whom, Date, & Addressee's Address	
TOTAL Postage & Fees	\$

**INTERCOAST OIL and GAS COMPANY**  
 7130 South Lewis Ave.  
 Suite 700  
 Tulsa, Oklahoma 74119

PS Form 3800 April 1995

Is your RETURN ADDRESS completed on the reverse side?

**SENDER:**

- Complete items 1 and/or 2 for additional services.
- Complete items 3, 4a, and 4b.
- Print your name and address on the reverse of this form so that we can return this card to you.
- Attach this form to the front of the mailpiece, or on the back if space does not permit.
- Write "Return Receipt Requested" on the mailpiece below the article number.
- The Return Receipt will show to whom the article was delivered and the date delivered.

I also wish to receive the following services (for an extra fee):

- Addressee's Address
- Restricted Delivery

Consult postmaster for fee.

3. Article Addressed to:  
 E. G. Holden Test. Trust  
 2524 Union St.  
 San Francisco, CA  
 94123

4a. Article Number  
 P553 984 862

4b. Service Type

Registered  Certified  
 Express Mail  Insured  
 Return Receipt for Merchandise  COD

7. Date of Delivery

5. Received By: (Print Name)  
 11/18/96

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

6. Signature: (Addressee or Agent)  
 X *B. Keller*

PS Form 3811, December 1994

Domestic Return Receipt

Thank you for using Return Receipt Service.

Is your RETURN ADDRESS completed on the reverse side?

**SENDER:**

- Complete items 1 and/or 2 for additional services.
- Complete items 3, 4a, and 4b.
- Print your name and address on the reverse of this form so that we can return this card to you.
- Attach this form to the front of the mailpiece, or on the back if space does not permit.
- Write "Return Receipt Requested" on the mailpiece below the article number.
- The Return Receipt will show to whom the article was delivered and the date delivered.

I also wish to receive the following services (for an extra fee):

- Addressee's Address
- Restricted Delivery

Consult postmaster for fee.

3. Article Addressed to:  
 Betsy H. Keller  
 2524 Union St.  
 San Francisco, CA  
 94123

4a. Article Number  
 P553 984 863

4b. Service Type

Registered  Certified  
 Express Mail  Insured  
 Return Receipt for Merchandise  COD

7. Date of Delivery

5. Received By: (Print Name)  
 11/18/96

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

6. Signature: (Addressee or Agent)  
 X *B. Keller*

PS Form 3811, December 1994

Domestic Return Receipt

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**SENDER:**

- Complete items 1 and/or 2 for additional services.
- Complete items 3, 4a, and 4b.
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- Attach this form to the front of the mailpiece, or on the back if space does not permit.
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- The Return Receipt will show to whom the article was delivered and the date delivered.

I also wish to receive the following services (for an extra fee):

- Addressee's Address
- Restricted Delivery

Consult postmaster for fee.

3. Article Addressed to:  
 Isaac A. Kawasaki  
 734 Kalanipuu  
 Honolulu, HI 96805

4a. Article Number  
 P553 984 864

4b. Service Type

Registered  Certified  
 Express Mail  Insured  
 Return Receipt for Merchandise  COD

7. Date of Delivery

5. Received By: (Print Name)

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

6. Signature: (Addressee or Agent)  
 X *James M. Nantz*

PS Form 3811, December 1994

Domestic Return Receipt

Thank you for using Return Receipt Service.

Is your RETURN ADDRESS completed on the reverse side?

**SENDER:**

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- Complete items 3, 4a, and 4b.
- Print your name and address on the reverse of this form so that we can return this card to you.
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- Write "Return Receipt Requested" on the mailpiece below the article number.
- The Return Receipt will show to whom the article was delivered and the date delivered.

I also wish to receive the following services (for an extra fee):

- Addressee's Address
- Restricted Delivery

Consult postmaster for fee.

3. Article Addressed to:

Mary Hudson Ard  
4808 Westridge Avenue  
Ft. Worth, TX 76116

4a. Article Number

Z 156 482 223

4b. Service Type

- Registered  Certified
- Express Mail  Insured
- Return Receipt for Merchandise  COD

7. Date of Delivery

11-18-96

5. Received By: (Print Name)

6. Signature: (Addressee or Agent)

X

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

PS Form 3811, December 1994

Domestic Return Receipt

Thank you for using Return Receipt Service.

Is your RETURN ADDRESS completed on the reverse side?

**SENDER:**

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- Complete items 3, 4a, and 4b.
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- The Return Receipt will show to whom the article was delivered and the date delivered.

I also wish to receive the following services (for an extra fee):

- Addressee's Address
- Restricted Delivery

Consult postmaster for fee.

3. Article Addressed to:

David Goodnow  
230 Ridgefield Road  
Wilton, CT 06897

4a. Article Number

Z 156 482 225

4b. Service Type

- Registered  Certified
- Express Mail  Insured
- Return Receipt for Merchandise  COD

7. Date of Delivery

5. Received By: (Print Name)

DAVID GOODNOW

6. Signature: (Addressee or Agent)

X

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

PS Form 3811, December 1994

Domestic Return Receipt

Thank you for using Return Receipt Service.

Is your RETURN ADDRESS completed on the reverse side?

**SENDER:**

- Complete items 1 and/or 2 for additional services.
- Complete items 3, 4a, and 4b.
- Print your name and address on the reverse of this form so that we can return this card to you.
- Attach this form to the front of the mailpiece, or on the back if space does not permit.
- Write "Return Receipt Requested" on the mailpiece below the article number.
- The Return Receipt will show to whom the article was delivered and the date delivered.

I also wish to receive the following services (for an extra fee):

- Addressee's Address
- Restricted Delivery

Consult postmaster for fee.

3. Article Addressed to:

William A. Hudson, II and  
Betty C. Hudson  
616 Texas Street  
Ft. Worth, TX 76102

4a. Article Number

Z 156 482 226

4b. Service Type

- Registered  Certified
- Express Mail  Insured
- Return Receipt for Merchandise  COD

7. Date of Delivery

NOV 18 1996

5. Received By: (Print Name)

6. Signature: (Addressee or Agent)

X

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

PS Form 3811, December 1994

Domestic Return Receipt

Thank you for using Return Receipt Service.

BEFORE THE NEW MEXICO OIL CONSERVATION DIVISION

APPLICATION OF INTERCOAST OIL  
AND GAS COMPANY FOR COMPULSORY  
POOLING AND AN UNORTHODOX GAS  
WELL LOCATION, EDDY COUNTY, NEW MEXICO.

Case No. 11,666

AFFIDAVIT REGARDING NOTICE

STATE OF NEW MEXICO        )  
COUNTY OF SANTA FE        ) ss.

James Bruce, being duly sworn upon his oath, deposes and states:

1. I am over the age of 18, and have personal knowledge of the matters stated herein.
2. I am an attorney for Applicant.
3. Applicant has conducted a good faith, diligent effort to find the names and correct addresses of the interest owners entitled to receive notice of the unorthodox location application filed herein.
4. Notice of the unorthodox location application was provided to the interest owners at their correct addresses by certified mail. Copies of the notice letters and certified return receipts are attached hereto as Exhibit A.
5. Applicant has complied with the notice provisions of Division Rule 1207.

James Bruce  
James Bruce

SUBSCRIBED AND SWORN TO before me this 16th day of December, 1996, by James Bruce.

Brenda S. Crawford

My Commission Expires:

10-29-99

NEW MEXICO  
OIL CONSERVATION DIVISION  
InterCoast EXHIBIT 6  
CASE NO. 11666

HINKLE, COX, EATON, COFFIELD & HENSLEY,  
L.L.P.

ATTORNEYS AT LAW

218 MONTEZUMA POST OFFICE BOX 2068  
SANTA FE, NEW MEXICO 87504-2068  
(505) 982-4554 FAX (505) 982-8623

LEWIS C. COX, JR. 1984-1993  
CLARENCE E. HINKLE 1904-1985

OF COUNSEL  
O. M. CALHOUN\* JOE W. WOOD  
RICHARD L. CAZZELL\* RAY W. RICHARDS\*

AUSTIN AFFILIATION  
HOFFMAN & STEPHENS, P.C.  
KENNETH R. HOFFMAN\*  
TOM D. STEPHENS\*  
RONALD C. SCHULTZ, JR.\*  
JOSE CANO\*

THOMAS E. HOOD\*  
REBECCA NICHOLS JOHNSON  
STANLEY K. KOTOVSKY, JR.  
ELLEN S. CASEY  
MARGARET CARTER LUDEWIG  
S. BARRY PAISNER  
WYATT L. BROOKS\*  
DAVID M. RUSSELL\*  
ANDREW J. CLOUTIER  
STEPHANIE LANDRY  
KIRT E. MOELLING\*  
DIANE FISHER  
JULIE P. NEERKEN  
WILLIAM F. SLATTERY  
CHRISTOPHER M. MOODY  
JOHN D. PHILLIPS  
EARL R. NORRIS  
JAMES A. GILLESPIE  
MARGARET R. MCNETT

GARY W. LARSON  
LISA K. SMITH\*  
NORMAN D. EWART  
DARREN T. GROCE\*  
HOLLY MCINTOSH  
MARGA B. LINCOLN  
SCOTT A. SHAWRTT  
PAUL G. NASON  
AMY C. WRIGHT\*  
BRADLEY G. BISHOP\*  
KAROLYN KING NELSON  
ELLEN T. LOUDERBOUGH  
JAMES H. WOOD\*  
NANCY L. STRATTON  
TIMOTHY R. BROWN  
JAMES C. MARTIN

\*NOT LICENSED IN NEW MEXICO

PAUL W. EATON  
CONRAD E. COFFIELD  
HAROLD L. HENSLEY, JR.  
STUART D. SHANOR  
ERIC D. LANPHERE  
C. D. MARTIN  
ROBERT P. TINNIN, JR.  
MARSHALL G. MARTIN  
MASTON C. COURTHNEY\*  
DON L. PATTERSON\*  
DOUGLAS L. LUNSFORD  
NICHOLAS J. HOEDING  
T. CALDER EZZELL, JR.  
WILLIAM B. BURFORD\*  
RICHARD E. OLSON  
RICHARD R. WILFONG\*  
THOMAS J. MCBRIDE  
NANCY S. CUSACK  
JEFFREY L. FORNACIARI

JEFFREY D. HEWETT  
JAMES BRUCE  
JERRY F. SHACKELFORD\*  
JEFFREY W. HELLBERG\*  
WILLIAM F. COUNTESS\*  
MICHAEL J. CANON  
ALBERT L. PITTS  
THOMAS W. THASAKO  
JOHN C. CHAMBERS\*  
GARY D. COMPTON\*  
W. H. BRIAN, JR.\*  
RUSSELL J. BAILEY\*  
CHARLES R. WATSON, JR.\*  
STEVEN D. ARNOLD  
THOMAS D. HAINES, JR.  
GREGORY J. NIBERT  
FRED W. SCHWENDMANN  
JAMES M. HUDSON  
JEFFREY S. BAIRD\*

November 15, 1996

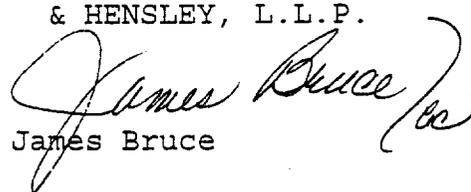
VIA CERTIFIED MAIL  
RETURN RECEIPT REQUESTED

To: All Parties on Attached Exhibit A

InterCoast Oil and Gas Company has filed an application with the New Mexico Oil Conservation Division for an unorthodox location for a well to be drilled 990 feet from North and East lines of Section 20, Township 20 South, Range 28 East, N.M.P.M., Eddy County, New Mexico. This matter will be heard at 8:15 a.m. on Thursday, December 5, 1996 at the Division's office at 2040 South Pacheco Street, 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, L.L.P.

  
James Bruce

JB/bc



POST OFFICE BOX 10  
ROSWELL, NEW MEXICO 88202  
(505) 622-0510  
FAX (505) 623-9332

POST OFFICE BOX 3580  
MIDLAND, TEXAS 79702  
(915) 683-4691  
FAX (915) 683-6518

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

POST OFFICE BOX 2043  
ALBUQUERQUE, NEW MEXICO 87103  
(505) 768-1500  
FAX (505) 768-1529

401 W. 15TH STREET, SUITE 800  
AUSTIN, TEXAS 78701  
(512) 476-7137  
FAX (512) 476-5431

EXHIBIT "A"

Petroleum Reserve Corporation  
4815 S. Harvard Drive, Suite 305  
Tulsa, OK 74135

Oxy USA, Inc.  
Post Office Box 50250  
Midland, TX 79710

Vision Energy, Inc.  
Post Office Box 2459  
Carlsbad, NM 88221

Petroleum Reserve Corp.  
4815 S. Harvard, Suite 305  
Tulsa, OK 73112

Claremont Oil Corp.  
4815 S. Harvard, Suite 305  
Tulsa, OK 73112

PXA Onshore Corp.  
1612 S. Cincinnati Avenue  
Tulsa, OK 74119

John McRae  
Post Office Box 2970  
Denton, TX 76201

John D. Wallis  
16 E. 16th Street  
Tulsa, OK 74119

Karen Loewenherz  
4825 S. Peoria, #6  
Tulsa, OK 74105

Milton Berry  
4825 S. Peoria, #6  
Tulsa, OK 74105

Baker Recovery, Inc.  
Post Office Box 1026  
Tulsa, OK 74101

Mallon Oil Co.  
999 18th Street, Suite 1700  
Denver, CO 80202

Is your **RETURN ADDRESS** completed on the reverse side?

**SENDER:**

- Complete items 1 and/or 2 for additional services.
- Complete items 3, 4a, and 4b.
- Print your name and address on the reverse of this form so that we can return this card to you.
- Attach this form to the front of the mailpiece, or on the back if space does not permit.
- Write "Return Receipt Requested" on the mailpiece below the article number.
- The Return Receipt will show to whom the article was delivered and the date delivered.

I also wish to receive the following services (for an extra fee):

1.  Addressee's Address  
 2.  Restricted Delivery  
 Consult postmaster for fee.

3. Article Addressed to:  
*Pete Leeman Reserve Corp  
 4815 S. Howard, Ste 305  
 Tulsa OK 73112*

4a. Article Number  
*P 502 240 307*

4b. Service Type  
 Registered  
 Express Mail  
 Return Receipt for Merchandise  
 Certified  
 Insured  
 COD

5. Received By: (Print Name)  
 \_\_\_\_\_

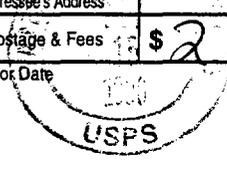
6. Signature (Addressee or Agent)  
*X Pete Leeman*

7. Date of Delivery  
**NOV 23 1996**

8. Addressee's Address (Only if requested and fee is paid)  
 \_\_\_\_\_

P 502 240 307 BC

US Postal Service  
**Receipt for Certified Mail**  
 No Insurance Coverage Provided.  
 Do not use for International Mail (See reverse)

Service <i>Retroleum Reserve Corp</i>	
Street & Number <i>4815 S. Howard Ste 305</i>	
Post Office, State, & ZIP Code <i>Tulsa OK 73112</i>	
Postage	\$ <i>.32</i>
Certified Fee	<i>1.10</i>
Special Delivery Fee	
Restricted Delivery Fee	
Return Receipt Showing to Whom & Date Delivered	<i>1.10</i>
Return Receipt Showing to Whom, Date, & Addressee's Address	
TOTAL Postage & Fees	\$ <i>2.52</i>
Postmark or Date 	

PS Form 3800, April 1995

Thank you for using Return Receipt Service.

Is your **RETURN ADDRESS** completed on the reverse side?

PS Form 3811, November 1994

**SENDER:**

- Complete items 1 and/or 2 for additional services.
- Complete items 3, 4a, and 4b.
- Print your name and address on the reverse of this form so that we can return this card to you.
- Attach this form to the front of the mailpiece, or on the back if space does not permit.
- Write "Return Receipt Requested" on the mailpiece below the article number.
- The Return Receipt will show to whom the article was delivered and the date delivered.

I also wish to receive the following services (for an extra fee):

1.  Addressee's Address
2.  Restricted Delivery

Consult postmaster for fee.

3. Article Addressed to:  
 OXY, USA, Inc.  
 P.O. Box 50250  
 Midland TX 79710

4a. Article Number  
 P 502 240 305

4b. Service Type  
 Registered  
 Express Mail  
 Certified  
 Insured  
 COD

5. Received By: (Print Name)

6. Signature: (Addressee or Agent)  
 X *[Signature]*

7. Return Receipt for Merchandise  
 PS Form 3811, November 1994

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

Thank you for using Return Receipt Service.

P 502 240 305 *BC*

US Postal Service  
**Receipt for Certified Mail**  
 No Insurance Coverage Provided.  
 Do not use for International Mail (See reverse)

Sent to	<i>Oxy USA Inc</i>
Street & Number	<i>P.O. Box 50250</i>
Post Office, State, & ZIP Code	<i>Midland TX 79710</i>
Postage	<i>\$ .32</i>
Certified Fee	<i>1.10</i>
Special Delivery Fee	
Restricted Delivery Fee	
Return Receipt Showing to Whom & Date Delivered	<i>6-10</i>
Return Receipt Showing to Whom, Date, & Addressee's Address	
TOTAL Postage & Fees	<i>\$ 2.52</i>
Postmark or Date:	<i>1996</i> <i>USPS</i>

PS Form 3800, April 1995

Is your RETURN ADDRESS completed on the reverse side?

**SENDER:**

- Complete items 1 and/or 2 for additional services.
- Complete items 3, 4a, and 4b.
- Print your name and address on the reverse of this form so that we can return this card to you.
- Attach this form to the front of the mailpiece, or on the back if space does not permit.
- Write "Return Receipt Requested" on the mailpiece below the article number.
- The Return Receipt will show to whom the article was delivered and the date delivered.

I also wish to receive the following services (for an extra fee):

- 1.  Addressee's Address
  - 2.  Restricted Delivery
- Consult postmaster for fee.

3. Article Addressed to:

Vision Energy, Inc.  
P.O. Box 2459  
Carlsbad, NM 88221

4a. Article Number:

508 2459

4b. Service Type

Registered NOV 18

Express Mail 1006

Return Receipt Requested

Date of Delivery: PS

- Certified
- Insured
- COD

5. Received By: (Print Name)

6. Signature: (Addresser or Agent)

X *[Signature]*

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

P 502 240 306 *BC*  
US Postal Service  
**Receipt for Certified Mail**  
No Insurance Coverage Provided.  
Do not use for International Mail (See reverse)

Recd to <i>Vision Energy Inc</i>	
Street & Number <i>PO Box 2459</i>	
Post Office, State, & ZIP Code <i>Carlsbad NM 88221</i>	
Postage	\$ <i>32</i>
Certified Fee	<i>1.10</i>
Special Delivery Fee	
Restricted Delivery Fee	
Return Receipt Showing to Whom & Date Delivered	<i>1.10</i>
Return Receipt Showing to Whom, Date, & Addressee's Address	
TOTAL Postage & Fees	\$ <i>2.92</i>
Postmark or Date	<i>[Postmark]</i>

PS Form 3800, April 1995

Thank you for using Return Receipt Service.

P 502 240 308

US Postal Service  
**Receipt for Certified Mail**  
No Insurance Coverage Provided.  
Do not use for International Mail (See reverse)

Service	
Claremont Oil Corp	
Street & Number	
4815 S. Harvard St 305	
Post Office, State, & ZIP Code	
Tulsa OK 74112	
Postage	\$ .32
Certified Fee	1.10
Special Delivery Fee	
Restricted Delivery Fee	
Return Receipt Showing to Whom & Date Delivered	1.10
Return Receipt Showing to Whom, Date, & Addressee's Address	
<b>TOTAL Postage &amp; Fees</b>	<b>\$ 2.52</b>
Postmark or Date	

PS Form 3800, April 1995

HINKLE, COX, EATON, COFFIELD & HENSLEY

L.I.P.

ATTORNEYS

POST OFFICE BOX 2068

218 MONTEZUMA

SANTA FE, NEW MEXICO 87504

**CERTIFIED**

P 502 240 308

**MAIL**



FORWARDING ORDER EXPIRED

NO SUCH NUMBER

ATTEMPTED UNKNOWN

ARRIVED NO ORDER

INSUFFICIENT ADDRESS

CARRIER RETURN

557 CARRIER

Claremont Oil Corp.  
4815 S. Harvard, Suite 305  
Tulsa, OK 74112

**RECEIVED**

DEC 02 1996



FORWARDING ORDER EXPIRED

NO SUCH NUMBER

ATTEMPTED UNKNOWN

ARRIVED NO ORDER

INSUFFICIENT ADDRESS

CARRIER RETURN

557 CARRIER



US POSTAGE  
252

NAME \_\_\_\_\_  
 1st Notice \_\_\_\_\_  
 2nd Notice \_\_\_\_\_  
 Return \_\_\_\_\_

DEC 04 1996

SANTA FE, NEW MEXICO 87504  
 218 MONTEZUMA  
 POST OFFICE BOX 2068

HINKLE, COX, EATON, COFFIELD & HENSLEY  
 L.I.P.  
 ATTORNEYS

RT# 27  
 VACANT  
 ATTEMPTED NOT KNOWN  
 INSURGENT ADDRESS  
 NO SUCH STREET #  
 APT \_\_\_\_\_ SP \_\_\_\_\_  
 FORWARDING ORDER SHIPPED  
 MOVED LEFT NO ADDRESS  
 NO MAIL RECEIPT

PXA Onshoye Corp.  
 1612 S. Cincinnati Avenue  
 Tulsa, OK 74119

**CERTIFIED**  
 MAIL  
 P 502 240 309

NOV 15 1996  
 SANTA FE, N.M.  
 2.52  
 U.S. POSTAGE

**RECEIVED**  
 DEC 04 1996

Hinkle, Cox, Eaton, Coffield & Hensley  
 Santa Fe, New Mexico 87501

P 502 240 309 *BC*

US Postal Service  
**Receipt for Certified Mail**  
 No Insurance Coverage Provided.  
 Do not use for International Mail (See reverse)

Sent to	PXA Onshoye Corp	
Street & Number	1612 S. Cincinnati Ave	
Post Office, State, & ZIP Code	Tulsa OK 74119	
Postage	\$	.32
Certified Fee		1.10
Special Delivery Fee		
Restricted Delivery Fee		
Return Receipt Showing to Whom & Date Delivered		1.10
Return Receipt Showing to Whom, Date, & Addressee's Address		
<b>TOTAL Postage &amp; Fees</b>	<b>\$</b>	<b>2.52</b>
Postmark or Date	USPS	

PS Form 3800 April 1995

74179-4456 24

Is your **RETURN ADDRESS** completed on the reverse side?

**SENDER:**

- Complete items 1 and/or 2 for additional services.
- Complete items 3, 4a, and 4b.
- Print your name and address on the reverse of this form so that we can return this card to you.
- Attach this form to the front of the mailpiece, or on the back if space does not permit.
- Write "Return Receipt Requested" on the mailpiece below the article number.
- The Return Receipt will show to whom the article was delivered and the date delivered.

3. Article Addressed to:  
 John McRae  
 PO Box 2970  
 Newton TX 76458

4a. Article Number  
 P 502 240 310

4b. Service Type  
 Registered  
 Express Mail  
 Return Receipt for Merchandise  
 Certified  
 Insured  
 COD

5. Received By (Print Name)  
 John McRae

6. Signature (Address of Agent)  
 JOHN W. A. MCKRAE

7. Addressee's Address (Only if requested and fee is paid)

8. Date of Delivery

NOV 20 1996  
 MAIN OFFICE WINDYBLENDED

USPS

I also wish to receive the following services (for an extra fee):

1.  Addressee's Address  
 2.  Restricted Delivery  
 Consult postmaster for fee.

Thank you for using Return Receipt Service.

P 502 240 310 BC

US Postal Service  
**Receipt for Certified Mail**  
 No Insurance Coverage Provided.  
 Do not use for International Mail (See reverse)

Sent to John McRae	
Street & Number PO Box 2970	
Post Office, State, & ZIP Code Newton TX 76401	
Postage	\$ .32
Certified Fee	1.10
Special Delivery Fee	
Restricted Delivery Fee	
Return Receipt Showing to Whom & Date Delivered	1.10
Return Receipt Showing to Whom, Date, & Addressee's Address	
TOTAL Postage & Fees	\$ 2.52
Postmark or Date	

PS Form 3800, April 1 1995

USPS

Is your RETURN ADDRESS completed on the reverse side?

**SENDER:**

- Complete items 1 and 2 for additional services.
- Complete items 3, 4a, 4b.
- Print your name and address on the reverse of this form so that we can return this card to you.
- Attach this form to the front of the mailpiece, or on the back if space does not permit.
- Write "Return Receipt Requested" on the mailpiece below the article number.
- The Return Receipt will show to whom the article was delivered and the date delivered.

**3. Article Addressed to:**  
 John D. Wallis  
 16 East 16th Street  
 Suite 302  
 Tulsa, Oklahoma 74119

**4a. Article Number:** P 502 240 301

**4b. Service Type:**  
 Registered  
 Express Mail  
 Return Receipt for Merchandise  
 COD  
 Certified  
 Insured

**5. Received By: (Print Name)**

**6. Signature: (Addressee or Agent)**  
 X *John D. Wallis*

**7. Date of Delivery:** DEC 02 1995

**8. Addressee's Address (Only if requested and fee is paid)**

PS Form 3811, December 1994

Domestic Return Receipt

Thank you for using Return Receipt Service.

RESENT P 502 240311  
 P 502 240 301

BC

US Postal Service  
**Receipt for Certified Mail**  
 No Insurance Coverage Provided.  
 Do not use for International Mail (See reverse)

Sent to <i>John D. Wallis</i>	
Street & Number <i>16 E 16th St, Ste 302</i>	
Post Office, State, & ZIP Code <i>Tulsa OK 74119</i>	
Postage	\$ .32
Certified Fee	1.10
Special Delivery Fee	
Restricted Delivery Fee	
Return Receipt Showing to Whom & Date Delivered	1.10
Return Receipt Showing to Whom, Date, & Addressee's Address	
TOTAL Postage	2.52
Postmark of Date	DEC 02 1995 SANTA ANA

PS Form 3800, April 1995

HINKLE, COX, EATON, COFFIELD & HENSLEY  
 L.I.P.  
 ATTORNEYS  
 POST OFFICE BOX 2068  
 218 MONTEZUMA  
 SANTA FE, NEW MEXICO 87504

P 502 240 311

**CERTIFIED**

**MAIL**

John D. Wallis  
 16 E. 16th Street  
 Tulsa, OK 74119

RT# \_\_\_\_\_ INT. \_\_\_\_\_ DATE \_\_\_\_\_  
 VACANT \_\_\_\_\_ REFUSED \_\_\_\_\_  
 ATTEMPTED NOT KNOWN \_\_\_\_\_  
 INSUFFICIENT ADDRESS \_\_\_\_\_  
 NO SUCH STREET # \_\_\_\_\_  
 APT \_\_\_\_\_ SP \_\_\_\_\_ ST# \_\_\_\_\_  
 FORWARDING ORDER EXPIRED \_\_\_\_\_  
 MOVED LEFT NO ADDRESS \_\_\_\_\_  
 NO MAIL RECEIPT \_\_\_\_\_

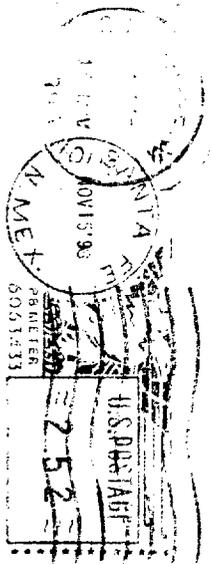


Returned - Re-mailed 11/26/96 BC  
 P 502 240 311

US Postal Service  
**Receipt for Certified Mail**  
 No Insurance Coverage Provided.  
 Do not use for International Mail (See reverse)

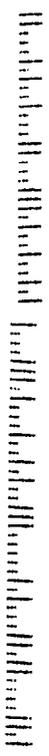
Sent to <i>John D Wallis</i>	
Street & Number <i>16 E 16th St</i>	
Post Office, State, & ZIP Code <i>Tulsa OK 74119</i>	
Postage	<i>\$ .32</i>
Certified Fee	<i>1.10</i>
Special Delivery Fee	
Restricted Delivery Fee	
Return Receipt Showing to Whom & Date Delivered	<i>1.10</i>
Return Receipt Showing to Whom, Date, & Addressee's Address	
TOTAL Postage & Fees	<i>\$ 2.52</i>
Postmark or Date	<i>NOV 25 1996</i>

PS Form 3800, April 1995



NOV 25 1996

74119/4402



Is your RETURN ADDRESS completed on the reverse side?

**SENDER:**

- Complete items 1 and/or 2 for additional services.
- Complete items 3, 4a, and 4b.
- Print your name and address on the reverse of this form so that we can return this card to you.
- Attach this form to the front of the mailpiece, or on the back if space does not permit.
- Write "Return Receipt Requested" on the mailpiece below the article number.
- The Return Receipt will show to whom the article was delivered and the date delivered.

I also wish to receive the following services (for an extra fee):

- 1.  Addressee's Address
  - 2.  Restricted Delivery
- Consult postmaster for fee.

3. Article Addressed to:

*Karen Joewenberg  
4825 S. Peoria, #6  
Tulsa OK 74105*

4a. Article Number

*P 502 240 312*

4b. Service Type

- Registered
- Express Mail
- Return Receipt for Merchandise
- COD
- Certified
- Insured

7. Date of Delivery

*11-19-96*

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

5. Received By: (Print Name)

6. Signature: (Addressee or Agent)

X

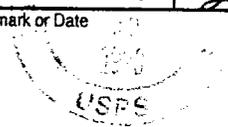
P 502 240 312

*BC*

US Postal Service  
**Receipt for Certified Mail**  
No Insurance Coverage Provided.  
Do not use for International Mail (See reverse)

Sent to <i>Karen Joewenberg</i>	
Street & Number <i>4825 S. Peoria #6</i>	
Post Office, State, & ZIP Code <i>TULSA OK 74105</i>	
Postage	\$ <i>0.32</i>
Certified Fee	<i>1.10</i>
Special Delivery Fee	
Restricted Delivery Fee	
Return Receipt Showing to Whom & Date Delivered	<i>1.10</i>
Return Receipt Showing to Whom, Date, & Addressee's Address	
TOTAL Postage & Fees	\$ <i>2.52</i>
Postmark or Date	

PS Form 3800, April 1995



Thank you for using Return Receipt Service.

Is your RETURN ADDRESS completed on the reverse side?

**SENDER:**

- Complete items 1 and/or 2 for additional services.
- Complete items 3, 4a, and 4b.
- Print your name and address on the reverse of this form so that we can return this card to you.
- Attach this form to the front of the mailpiece, or on the back if space does not permit.
- Write "Return Receipt Requested" on the mailpiece below the article number.
- The Return Receipt will show to whom the article was delivered and the date delivered.

I also wish to receive the following services (for an extra fee):

1.  Addressee's Address
2.  Restricted Delivery

Consult postmaster for fee.

3. Article Addressed to:  
*Milton Berry*  
*4825 S. Pedra #6*  
*Julsa OK 74105*

4a. Article Number  
*P 512 240 313*

4b. Service Type  
 Registered  
 Express Mail  
 Return Receipt for Merchandise  
 COD  
 Certified  
 Insured

5. Received By: (Print Name)  
*[Signature]*

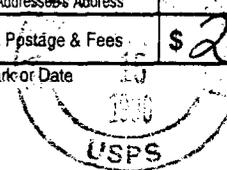
6. Signature: (Addressee or Agent)  
*[Signature]*

7. Date of Delivery  
*11-19-96*

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

P 502 240 313

US Postal Service  
**Receipt for Certified Mail**  
 No Insurance Coverage Provided.  
 Do not use for International Mail (See reverse)

Sent to	<i>Milton Berry</i>
Street & Number	<i>4825 S. Pedra #6</i>
Post Office, State, & ZIP Code	<i>Julsa OK 74105</i>
Postage	<i>\$ .32</i>
Certified Fee	<i>1.10</i>
Special Delivery Fee	
Restricted Delivery Fee	
Return Receipt Showing to Whom & Date Delivered	<i>1.10</i>
Return Receipt Showing to Whom, Date, & Addressee's Address	
TOTAL Postage & Fees	<i>\$ 2.52</i>
Postmark or Date	<i>APR 1996</i> 

PS Form 3800, April 1995

Thank you for using Return Receipt Service.

Is your **RETURN ADDRESS** completed on the reverse side?

**SENDER:**

- Complete items 1 and/or 2 for additional services.
- Complete items 3, 4a, and 4b.
- Print your name and address on the reverse of this form so that we can return this card to you.
- Attach this form to the front of the mailpiece, or on the back if space does not permit.
- Write "Return Receipt Requested" on the mailpiece below the article number.
- The Return Receipt will show to whom the article was delivered and the date delivered.

3. Article Addressed to:  
*Baker Recovery Inc*  
*PO Box 1036*  
*Tulsa OK 74101*

5. Redded By: (Print Name)  
*Joe Appender*

6. Signature: (Address or Agent)  
*Joe Appender*

4a. Article Number  
*2502 248 315*

4b. Service Type  
 Registered  
 Express Mail  
 Return Receipt for Merchandise  
 Certified  
 Insured  
 COD

7. Date of Delivery  
*11-27-96*

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

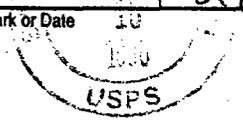
I also wish to receive the following services (for an extra fee):  
 1.  Addressee's Address  
 2.  Restricted Delivery  
 Consult postmaster for fee.

Thank you for using Return Receipt Service.

P 502 240 315

BC

US Postal Service  
**Receipt for Certified Mail**  
 No Insurance Coverage Provided.  
 Do not use for International Mail (See reverse)

Service	<i>Baker Recovery Inc</i>
Street & Number	<i>PO Box 1036</i>
Post Office, State, & ZIP Code	<i>Tulsa OK 74101</i>
Postage	<i>\$ .32</i>
Certified Fee	<i>1.10</i>
Special Delivery Fee	
Restricted Delivery Fee	
Return Receipt Showing to Whom & Date Delivered	<i>1.10</i>
Return Receipt Showing to Whom, Date, & Addressee's Address	
TOTAL Postage & Fees	<i>\$ 2.52</i>
Postmark or Date	<i>10</i> 

PS Form 3800, April 1995

Is your RETURN ADDRESS completed on the reverse side?

**SENDER:**

- Complete items 1 and/or 2 for additional services.
- Complete items 3, 4a, and 4b.
- Print your name and address on the reverse of this form so that we can return this card to you.
- Attach this form to the front of the mailpiece, or on the back if space does not permit.
- Write "Return Receipt Requested" on the mailpiece below the article number.
- The Return Receipt will show to whom the article was delivered and the date delivered.

1.  Addressee's Address  
 2.  Restricted Delivery  
 Consult postmaster for fee.

3. Article Addressed to:  
 Mallon Oil Co  
 999 18th St. Ste 1700  
 Denver CO 80202

4a. Article Number  
 P502 240 314

4b. Service Type  
 Registered  
 Express Mail  
 Return Receipt for Merchandise  
 COD  
 Certified  
 Insured

5. Received By: (Print Name)

6. Signature (Addresser or Agent)  
 X *[Signature]*

7. Date of Delivery

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

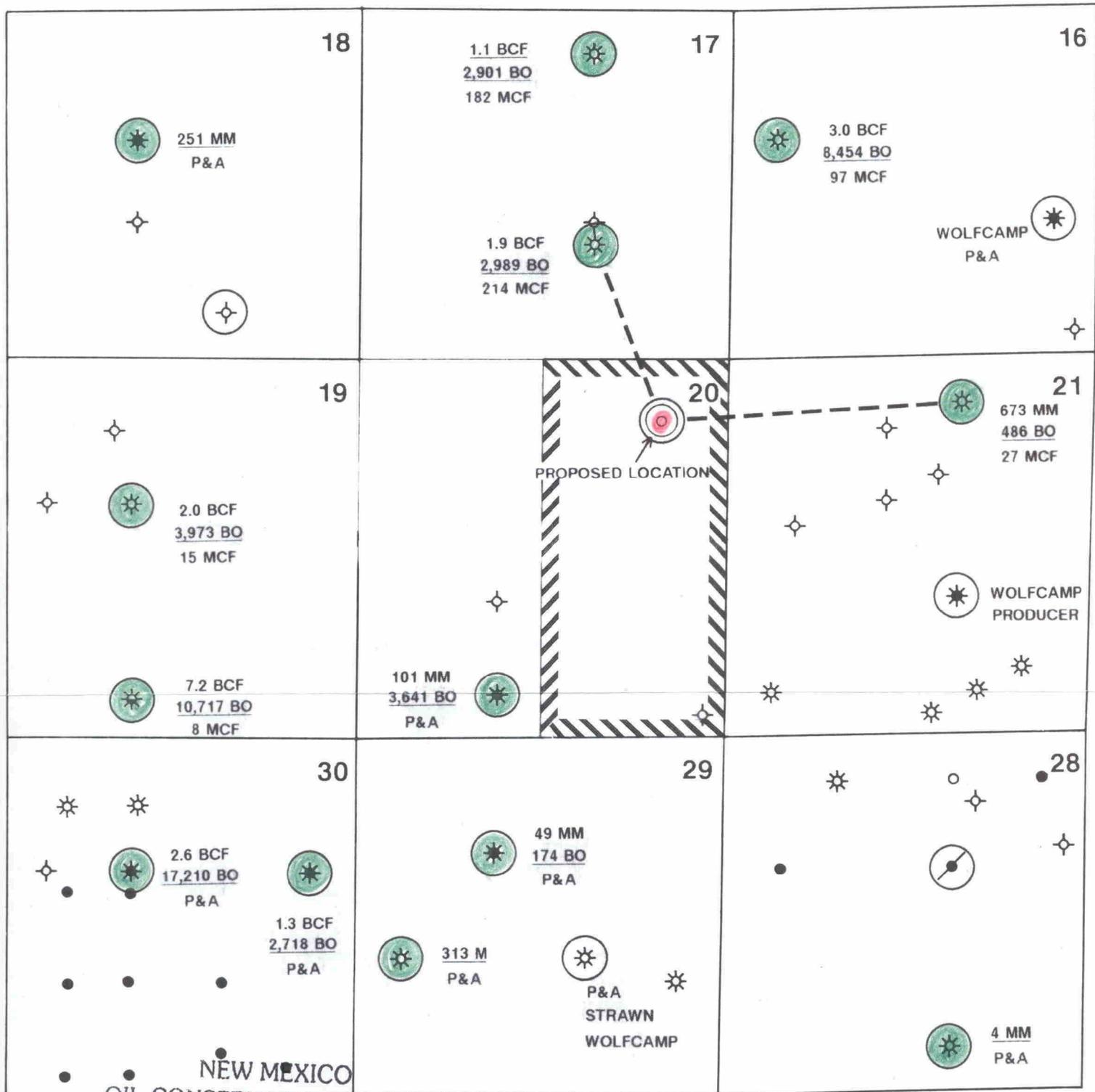
Thank you for using Return Receipt Service.

P 502 240 314 *BC*

US Postal Service  
**Receipt for Certified Mail**  
 No Insurance Coverage Provided.  
 Do not use for International Mail (See reverse)

Sent to <i>Mallon Oil Co</i>	
Street & Number <i>999 18th St. Ste 1700</i>	
Post Office, State, & ZIP Code <i>Denver CO 80202</i>	
Postage	\$ <i>32</i>
Certified Fee	<i>1.10</i>
Special Delivery Fee	
Restricted Delivery Fee	
Return Receipt Showing to Whom & Date Delivered	<i>1.10</i>
Return Receipt Showing to Whom, Date, & Addressee's Address	
TOTAL Postage & Fees	\$ <i>2.92</i>
Postmark or Date	<i>APR 1995</i>

PS Form 3800, April 1995



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NEW MEXICO  
 OIL CONSERVATION DIVISION  
 R-28-E

EXHIBIT 7  
 CASE NO. 11666

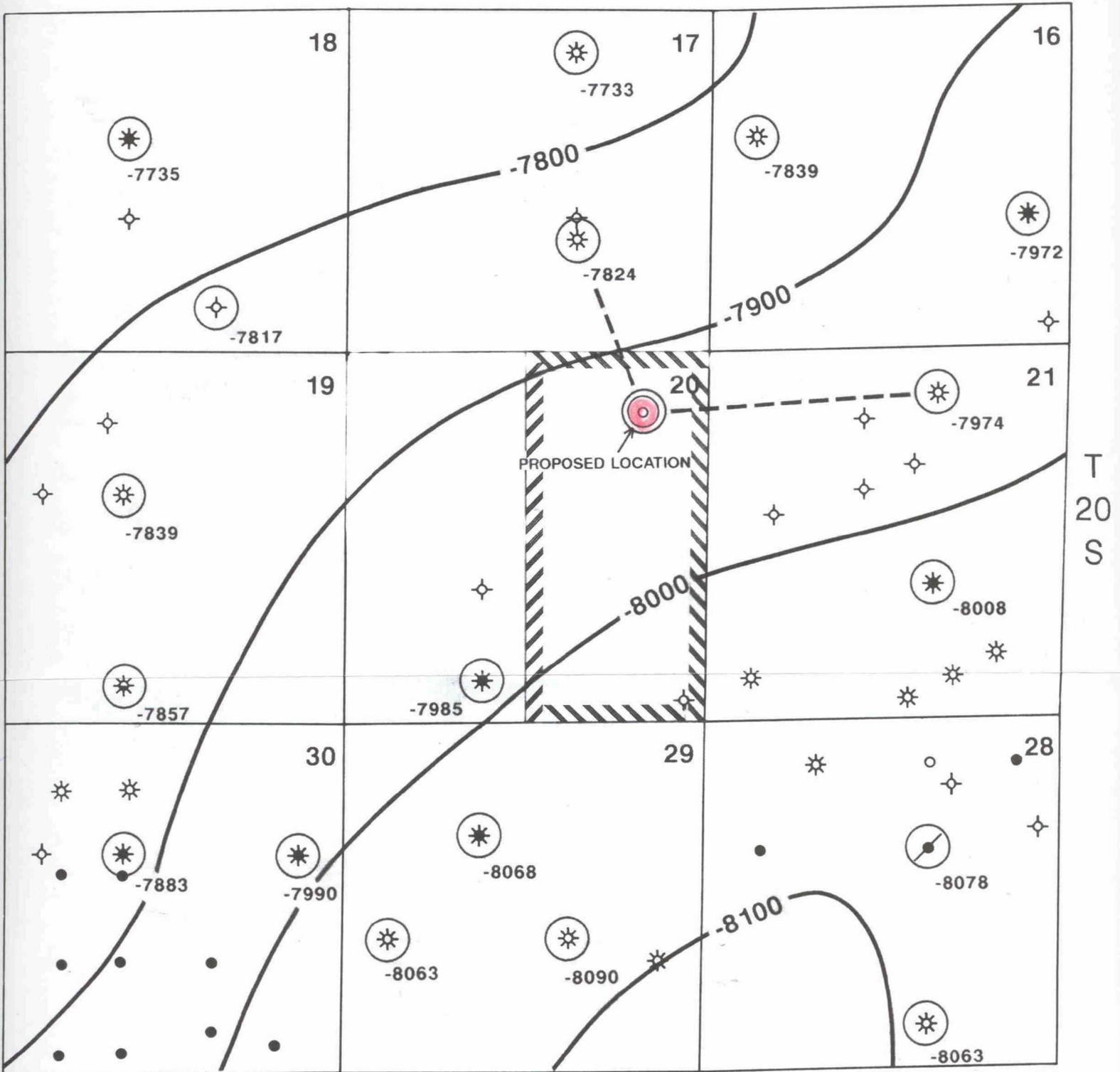
MORROW PRODUCER

INTERCOAST OIL & GAS

STATE of NEW MEXICO 20-1  
 Eddy County, New Mexico

PRODUCTION MAP

2000 1000 0 2000 4000  
 Scale in Feet



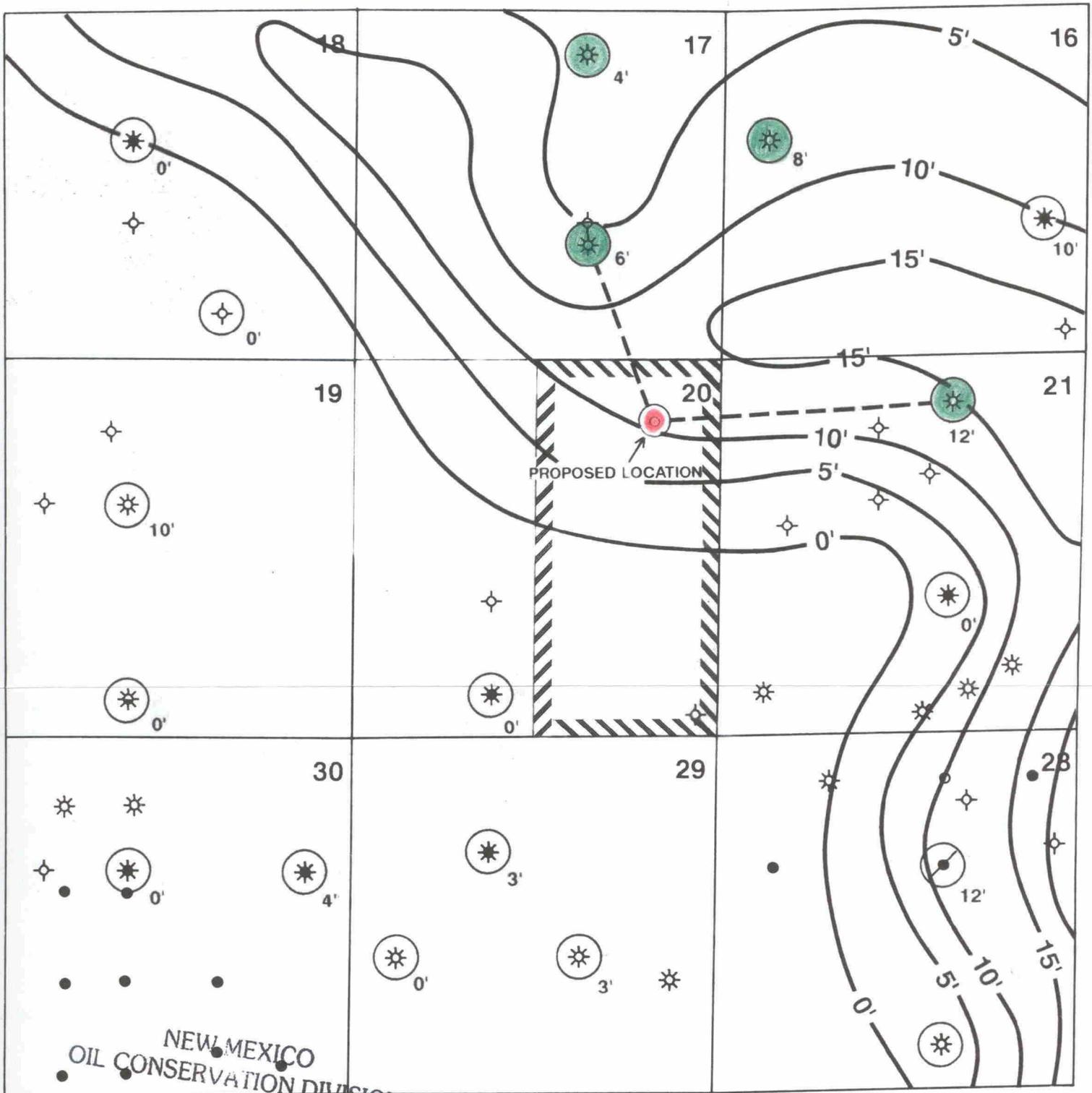
R-28-E

NEW MEXICO  
OIL CONSERVATION DIVISION

EXHIBIT 8

CASE NO. 11666

INTERCOAST OIL & GAS
<b>STATE of NEW MEXICO 20-1</b> Eddy County, New Mexico
STRUCTURE <b>BASE MORROW MASSIVE SHALE</b>
2000 1000 0 2000 4000 Scale in Feet



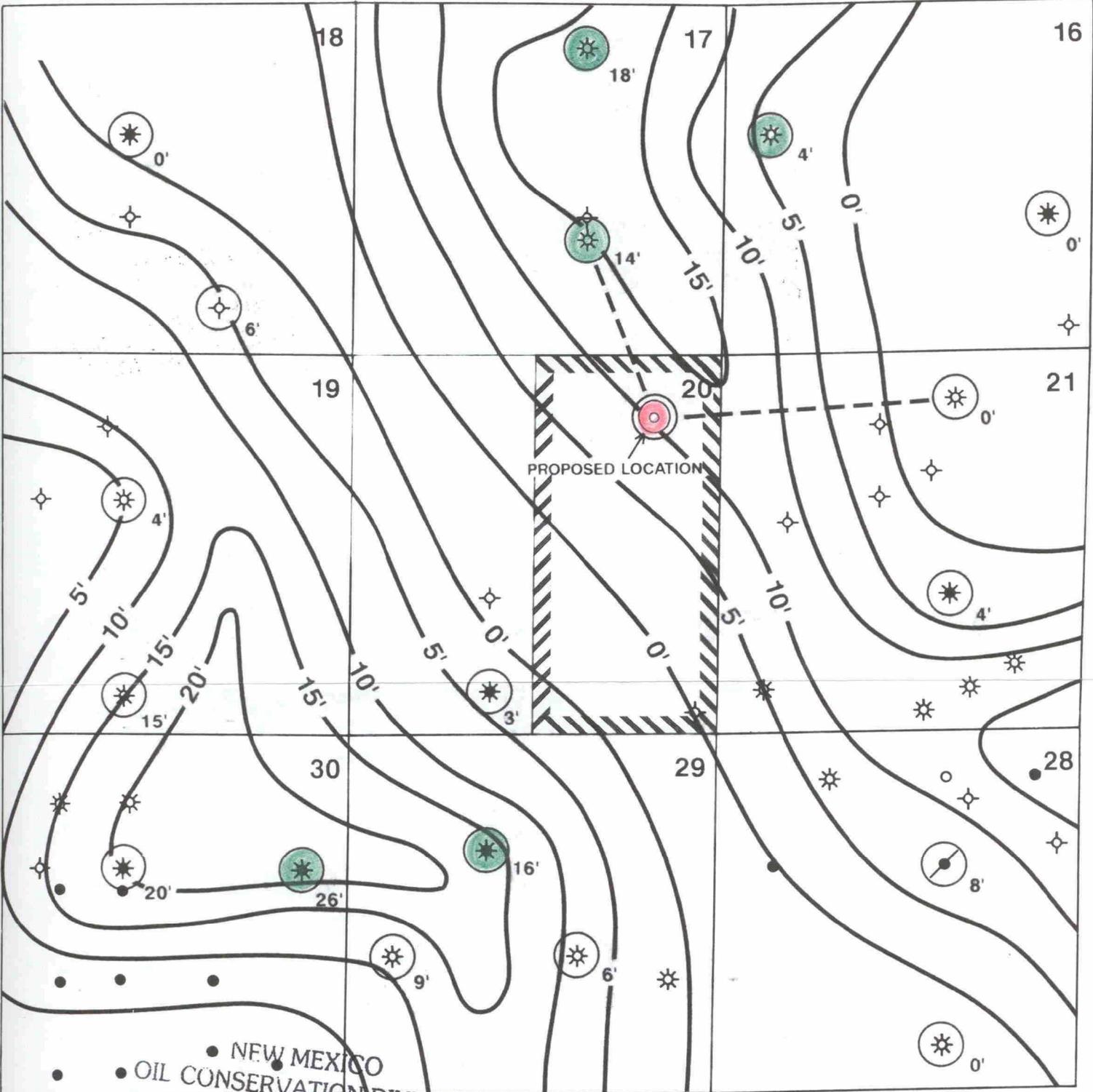
NEW MEXICO  
OIL CONSERVATION DIVISION

EXHIBIT 9 R-28-E

CASE NO. 11666

 MORROW PRODUCER FROM MAPPED SAND

INTERCOAST OIL & GAS
STATE of NEW MEXICO 20-1 Eddy County, New Mexico
ISOPACH NET MORROW 'B' SAND
2000 1000 0 2000 4000 Scale in Feet



PROPOSED LOCATION

T  
20  
S

NEW MEXICO  
OIL CONSERVATION DIVISION  
R-28-E

EXHIBIT 10  
CASE NO. 11666

 MORROW PRODUCER FROM MAPPED SAND

INTERCOAST OIL & GAS
STATE of NEW MEXICO 20-1 Eddy County, New Mexico
ISOPACH NET MORROW "C" SAND
2000 1000 0 2000 4000 Scale in Feet

LARGE FORMAT  
EXHIBIT HAS  
BEEN REMOVED  
AND IS LOCATED  
IN THE NEXT FILE