

FASKEN OIL AND RANCH, LTD.
303 West Wall, Suite 1900
Midland, Texas 79701
915/687-1777
fax 915/687-0669

April 10, 1997

CERTIFIED MAIL RETURN RECEIPT P 219 763 382

Fax 685-4170

Mewbourne Oil Company
500 West Texas, Suite 1020
Midland, Texas 79701
Attention: Steve Cobb

RE: Avalon Federal Com 1. No. 2 Well
Lots 29, 30, 31, 32 and the SW/4 of Section
1, T21S, R25E, NMPM, Eddy County, New
Mexico

Gentlemen:

Thank you for your letter of April 9, 1997. Fasken Oil and Ranch, Ltd ("Fasken") wishes to attend your April 14, 1997 meeting at 2:00 P.M. provided that all of the working interest owners are afforded an opportunity to participate in such meeting. Fasken would like to include all of the working interest owners in the discussion of selecting the optimum location for this prospect.

We will be glad once again to discuss our geological evaluation and plan for development of the captioned acreage. Fasken is hopeful that the working interest owners will review the interpretations and data offered as evidence before the New Mexico Oil Conversation Division on April 3rd and 4th in Santa Fe and such data will be accepted and used to the benefit of all parties (including the royalty owners) who own an interest in this acreage.

Please extend an invitation to all of the working interest owners at your earliest convenience and advise Fasken as to the owners who desire to be represented. Should you have any questions, please feel free to call.

Best regards,



Sally M. Kvasnicka
Land Manager

SMK:me

cc: see attached list

Working Interest Owners
Avalon Federal Com. 1 Well No. 2
Section 1, T21S, R25E, Eddy County, New Mexico

Brooks Oil and Gas Interests
600 Commerce Street
192 District Court
Dallas, Texas 75202

Matador Petroleum Corporation
Suite 158, Pecan Creek
8340 Meadow Road
Dallas, Texas 75231-3751
Attention: Mona Ables fax 214/691-1415

Devon Energy Corporation (Nevada)
20 N. Broadway, Suite 1500
Oklahoma City, OK 73120
Attention: Ken Gray fax 405/552-4550

Robert L. Haynie
5655 South Yosemite #106
Englewood, CO 80111 phone 303/290-6003

Len Mayer
5655 South Yosemite #106
Englewood, CO 80111

Texaco Exploration and Production Inc.
4601 DTC Boulevard
Denver, CO 80237
David Uhl Fax 303/793-4055

Mr. Michael Stogner
New Mexico Oil Conservation Division

Thomas Kellahin
El Patio Building
117 North Guadalupe
Santa Fe, New Mexico 87504-2265



Texaco Exploration and Production Inc
Western E&P Region

P O Box 2100
Denver CO 80201
4801 DTC Boulevard
Denver CO 80237

SENT VIA FACSIMILE TO ALL PARTIES 4/10/97

April 10, 1997

Mewbourne Oil Company
500 W. Texas, Suite 1020
Midland, Texas 79701
Attn: Steve Cobb

Catclaw Draw Area
Lots 29, 30, 31 & SW/4
of Section 1
T21S, R25E
Eddy County, New Mexico

Ladies and Gentlemen:

Thank you for your letter dated April 9, 1997, inviting Texaco to your proposed meeting on Monday April 14, 1997 at 2:00 P.M. in Mewbourne's Midland, Texas office located at 500 W. Texas Avenue, Suite 1020. Texaco's personnel will be unable to attend the meeting in person because of prior work commitments; however, we would be available at that time to teleconference. Please advise if you wish to teleconference us and I will provide you with the appropriate phone number.

Thank you again for suggesting the meeting. We look forward to working with you on this matter.

Very truly yours,

Dave Uhl
dau/ds

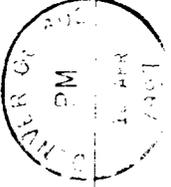
cc: **Mr. Michael Stogner** ✓
New Mexico Oil Conservation Division

Ms. Sally M. Kvasnicka
Fasken Oil and Ranch, Ltd.



Texaco Exploration and
Production Inc

P.O. Box 2100
Denver CO 80201



**Mr. Michael Stogner
NEW MEXICO OIL CONSERVATION DIVISION
2040 S. Pacheco
Santa Fe, NM 87505**

87505-5472 43

