OTAL

TOTAL MINATOME CORPORATION

Burlington Resources, Inc. 3535 East 30th St. P.O. Box 4289 Farmington, New Mexico 87499-4289 Attention: James J. Strickler

www. Show both 197-

Scott #24 Pennsylvanian formation Section 9, T31N-R10W San Juan County, New Mexico

Gentlemen:

Re:

May30, 1997

Total Minatome Corporation (TMC) agrees to participate in the above deferenced well per the ms and conditions of the Farmout and Operating Agreement dated November 27, 1951, between Brookhaven Oil Company and San Juan Production Company, as amended and supplemented.

Enclosed is one fully executed copy of your participation letter dated April 29, 1997 on beha f of TMC.

Sincerely,

Deborah J. Gilchr. Landman



2 HOUSTON CENTER, SUITE 2200, 903 FANNIN • P.O. BOX 4326 • HOUSTON, TEXAS 77210-4328 TELEPHONE (713) 739-3000 • TELECOPIER (713) 739-3160 • TELEX 762193 भर



SAN JUAN DIVISION

April 29, 1997

CERTIFIED MAIL-RETURN RECEIPT

To Working Interest Owners (see attached Exhibit "A")

> RE: Scott # 24 Well Pennsylvanian formation Proposed depth 14,000' ALL Section 9, T3IN-R10W 636.01 acres, more or less San Juan County, New Mexico

Gentlemen:

Burlington Resources Oil & Gas Company (Burlington) proposed to drill and complete the captioned well in the Pennsylvanian formation at a legal location in the NW/4 (SE/4 NW/4) of Section 9, T31N-R10W, with a proposed depth of 14,000'. Attached for your consideration and approval is one (1) copy of our Well Cost Estimate to drill and complete the subject well for \$2,316,973.00.

The ownership schedule for the subject well is listed on the attached Exhibit "A".

An Operating Agreement is enclosed for your review and approval.

If you wish to participate in the drilling of the above referenced well, please verify your interest and return the following within thirty (30) days to the undersigned:

- 1. One (1) executed copy of this letter
- 2. One (I) executed copy of the Well Cost Estimate
- 3. One (1) executed signature page for the Operating Agreement dated April 1, 1997.

Scott #24 Well April 29, 1997 Page 2

Your prompt attention to this proposal is requested as we plan to begin operations in the near future. Please advise in writing if you do not wish up participate.

Very truly yours,

James R. J. Strickler, CPL Senior Staff Landman (505) 326-9756

JRS:dg ;cott24

The undersigned hereby elects this 30 day of MAY, 1997, to
participate in and pay its proportionate share of the actual well costs for the
drilling and completion of the Scott #24, as correctly shown on Exhibit "A".
subject to the terms of the November 27, 1951 Farmout and Operating Agreement
by and between Brookhaven Oil Company and San Juan Production Company as
COMPANY/OWNER: amended and supplemented.
BY: Augented.
TITLE: