

MEWBOURNE OIL COMPANY

500 W. TEXAS, SUITE 1020
MIDLAND, TEXAS 79701

(915) 682-3715
FAX (915) 685-4170

November 12, 2001

Via Fax (505) 623-4947 and
Certified U.S. Mail No. 9455 - Return Receipt Requested

Yates Energy Corporation
P.O. Box 2323
Roswell, New Mexico 88202-2323
Attn: Shari Hamilton

Re: Order No. R-11636-A
Esperanza "15" State Com. #1 Well
2232' FSL & 1980' FEL
Section 15, T21S, R27E

Ladies and Gentlemen:

Enclosed is Mewbourne Oil Company's ("Mewbourne") revised AFE dated October 12, 2001 regarding the subject well. You have thirty (30) days from the date of this letter to pay Mewbourne your proportionate share of the estimated completed well costs, or you will be deemed a non-consenting working interest owner under the terms of Oil Conservation Commission ("Commission") Order No. R-11636-A, a copy of which is enclosed.

Please be advised, you have already been given a thirty (30) day election period under Commission Order No. R-11636, and you were deemed a non-consenting working interest owner under that Order. It is Mewbourne's opinion that you are not entitled to an additional election period to join in the captioned proposed well. Accordingly, Mewbourne has requested that an amended Order be entered at the Commission's December 4, 2001 hearing. If the amended Order is issued by the Commission, this letter is deemed void. However, this election letter is being sent to the respective parties in the event an amended Order is not issued.

Sincerely yours,

MEWBOURNE OIL COMPANY



D. Paul Haden
Senior Landman

DPH/gb