

# JACK HUFF

*Oil and Gas Producer*

November 27, 1990

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Mr. Frances Andahl  
Box 848  
San Andreas, CA 95249

Re: SW/4 of NW/4 of Section 22, Township 25 South, Range 37 East  
Lea County New Mexico

Dear Mr. Andahl:

Lewis B. Burleson and Jack Huff are going to drill a well in the above tract to test the queen formation at about 3500 feet. A dry hole will cost approximately \$150,000.00 and a completed well will cost about \$180,000.00

According to our information you are the owner of an unleased .00146488 mineral interest under the above tract. We invite you to join with us in the drilling of the well and to pay your share of well costs. The well will be operated by Lewis B. Burleson, Inc. of Midland, Texas. If you desire to join, we will send you an Operating Agreement to be signed by you.

If you do not wish to participate in the drilling of the well then we would like to obtain an Oil and Gas Lease from you covering your mineral interest. In connection therewith we offer you \$100.00 per acre for a lease having a two year primary term and a 3/16ths royalty. Your .00146488 mineral interest under the above forty acre tract amounts to .059 acres, so that your share of the bonus at \$100.00 per acre is \$5.90. A lease containing these terms is enclosed for your consideration. If you wish to lease, please sign the lease and have it acknowledged by a notary public, and then return it to us. Immediately upon receipt of the lease from you, we will send you our check in the amount above specified.

If you would prefer to sell your mineral interest, we would pay you \$300.00 per acre for it or the total sum of \$17.70. If selling your interest is your preference please contact us as soon as possible and we will forward you the necessary instruments to complete the sale.

If you have any questions, please get in touch with us.

Yours very truly,



Jack Huff

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Enclosures