

Hope you will realize that where you do not have a 40-acre parcel of land, and do not join in this lease, that at a later date if oil were brought in in commercial quantities, that you could be left out and you might not be able to lease your land, since you do not have the necessary acreage to make up a drill-site as required by the State of New Mexico.

We are enclosing herewith the EL CAPITAN COMMUNITY OIL AND GAS LEASE for your signature, which must be signed by both husband and wife, if married, in the presence of a Notary Public. Should there be any other ownership in your land, that person, or persons, must also sign the lease before a Notary Public. You can then mail the same in the enclosed stamped envelope.

This letter is being addressed to a group of Old Spanish Grants, Sunrise Land Co. and other persons who now own lands situated in Valencia County, New Mexico in and near the townsite of Dalies.

I have appointed C. E. LONG of 6311 Wilshire Blvd., Los Angeles, 48, California, Phone: Webster 3-7575 to act as my representative in Los Angeles and you may phone or go in and see Mr. Long between the hours of 10:00 A.M. and 4:00 P.M. Monday thru Friday.

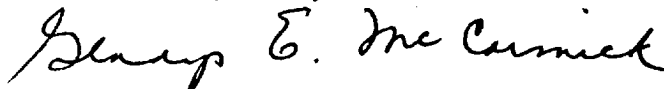
In the event that the taxes on your land are delinquent, would you be willing to allow me to pay them up to date, providing you sign the enclosed lease?

May I please impress upon you the necessity of signing the enclosed lease at once, because if I do not get the amount of acreage necessary in a very short time, the Sunol Oil Company, as previously stated, may be compelled to abandon their drilling, and your land might again stand a great many years without anything being done. The delay is costing the Sunol Oil Company and myself a great deal of money, as the machinery, which is tied up, could be leased out for about \$250.00 per day.

Won't you kindly sign and execute the enclosed lease and return it to me immediately, as it is definitely to our mutual advantage that this drilling proceed without further delay? Upon receipt of your signed lease, I shall send you one signed by me for your records.

Thanking you for giving this most urgent matter your prompt attention, I remain

Sincerely yours,



GLADYS E. MCCORMICK

GEM:mb