



June 7, 1993

WORKING INTEREST OWNERS LISTED ON EXHIBIT "A":

Re: Notification of Combining Production from
W. Corbin Federal Com #13-1 Well
and Corbin Federal "13" A #1 Well
W. Corbin Prospect (NM-189)
Lea County, New Mexico

Gentlemen:

Please be advised that this letter shall serve as Maralo's formal notification to you that Maralo has applied with the Bureau of Land Management (BLM) and the Oil Conservation Division (OCD) for approval to combine production from the captioned wells into a single tank battery facility, with separate metering devices so that the apportionment between the federal leases with different royalty rates can be calculated.

Should you have any questions concerning this matter, please feel free to contact us.

Yours very truly,

A handwritten signature in cursive script, appearing to read "Mark Wheeler".

Mark Wheeler, CPL
District Landman

MW/pjd:N.055

xc: Joe Pulido / Anita Fuller / Dorothea Owen

EXHIBIT "A"

WORKING INTEREST OWNERS
WEST CORBIN PROSPECT (NM-189)
Lea County, New Mexico

Maralo Inc.
Five Post Oak Park
Suite 1010
Houston, Texas 77027-3489
Phone: (713)622-5420
Fax: (713)960-1672

Barbara Fasken
303 W. Wall, Suite 1900
Midland, Texas 79701
Phone: (915)687-1777
Fax: (915)687-2509

Browning Oil Company, Inc.
8080 North Central Expressway
Suite 780, LB 41
Dallas, Texas 75206
Attn: Michael G. Starnes
Phone: (214)739-3481
Fax: (214)739-4458

Mizel Resources, a Trust
5801 East 41st Street, Suite 104
Tulsa, Oklahoma 74135
Phone: (918)663-7579
Fax: (918)663-1518

Larry A. Mizel
3600 S. Yosemite, Suite 810
Denver, Colorado 80237
Phone: (303)773-1100
Fax: (303)741-4134

J.T.I. Inc., an Oklahoma Corporation
5801 East 41st Street, Suite 603
Tulsa, Oklahoma 74135
Phone: (918)665-6419
Fax: (918)665-0807

RE: West Corbin Prospect (NM 189)
 Corbin Federal "13" A No. 1
 Federal Lease No. NM-53239

ROYALTY

United States of America
 c/o Minerals Management Service
 Royalty Management Program
 P. O. Box 5810
 Denver, CO 80217 ----- .125000000

OVERRIDING ROYALTY

BEFORE PAYOUT:¹

Jean M. Gates, whose
 husband is John W. Gates
 706 W. Grand
 Artesia, NM 88210 ----- .050000000²

Enron Oil & Gas Company
 P. O. Box 2267
 Midland, TX 79702 ----- .075000000

TOTAL: .125000000

WORKING INTEREST

BEFORE PAYOUT:

Maralo Inc.
 Five Post Oak Park
 Suite 1010
 Houston, TX 77027-3489 -----40% x 7/8
 less: 40% x 5% ORR²
 less: 40% x 7.5% ORR ----- .300000000

Barbara Fasken
 303 W. Wall, Ste. 1900
 Midland, TX 79701 ----- 25% x 7/8
 less: 25% x 5% ORR²
 less: 25% x 7.5% ORR ----- .187500000

Browning Oil Company
 8080 N. Central Expressway
 Ste. 780, LB 41
 Dallas, TX ----- 25% x 7/8
 less: 25% x 5% ORR²
 less: 25% x 7.5% ORR ----- .187500000

Mizel Resources, a Trust
 5801 E. 41st St., Ste. 104
 Tulsa, OK 74135 ----- 4.5% x 7/8
 less: 4.5% x 5% ORR²
 less: 4.5% x 7.5% ORR ----- .033750000

Larry A. Mizel
 3600 Yosemite, Ste. 810
 Denver, CO 80237 ----- 3% x 7/8
 less: 3% x 5% ORR²
 less: 3% x 7.5% ORR ----- .022500000

J. T. I. Inc.
 5801 E. 41st St., Ste. 603
 Tulsa, OK 74135 ----- 2.5% x 7/8
 less: 2.5% x 5% ORR²
 less: 2.5% x 7.5% ORR ----- .018750000

TOTAL: .75000000

98425 (11/81)

AMENDED
DIVISION ORDER

DG/lw/us

TO: SCURLOCK PERMIAN CORPORATION
P.O. BOX 4648
HOUSTON, TX 77210-4648
ATTN: DIVISION ORDER DEPT.

PROPERTY NO. (D.O.NO.) 01-083107
Date Prepared: APRIL 15, 1993
Effective 7 A.M. NOVEMBER 1, 1992

The undersigned severally and not jointly certifies it is the legal owner of the interest set out below of all the oil/gas and related liquid/gaseous hydrocarbons produced from the property described below:

Property Name: **WEST CORBIN 13 FEDERAL #1
LEA COUNTY, State: NEW MEXICO Legal Description:
The Wolfcamp Formation only in the S/2 SE/4 of Section 13, T-18-S, R-32-E, NMPM,
LEA COUNTY, NEW MEXICO.

OPERATOR: MARALO INC

CREDIT TO / DIVISION OF INTEREST

CREDIT TO / DIVISION OF INTEREST

The interest heretofore credited to (OWNER #0061537/000000000) SUSPENSE shall be credited and paid as set forth below, effective NOVEMBER 1, 1992:

BROWNING OIL COMPANY INC
SUITE 780 LB 41
8080 N CENTRAL EXPRESSWAY
DALLAS, TX 75206
DECIMAL OF INTEREST: 0.18750000
INTEREST TYPE: WI (WORKING INTEREST)
**SEE CLAUSE(S) (1,2,3,5)

MARGARET J GATES
706 W GRAND
ARTESIA, NM 88210
DECIMAL OF INTEREST: 0.02500000
INTEREST TYPE: OR (OVERRIDING ROYALTY)
**SEE CLAUSE(S) (1,2,3)

ENRON OIL & GAS COMPANY
P O BOX 2267
MIDLAND, TX 79702
DECIMAL OF INTEREST: 0.03750000
INTEREST TYPE: OR (OVERRIDING ROYALTY)
**SEE CLAUSE(S) (1,3)

HILLSIDE SYNDICATE
C/O MIDDLEBURG MANAGEMENT
CORPORATION
63 WALL STREET 23RD FLOOR
NEW YORK, NY 10005
DECIMAL OF INTEREST: 0.00053121
INTEREST TYPE: OR (OVERRIDING ROYALTY)
**SEE CLAUSE(S) (1,2,3)

BARBARA FASKEN
303 W WALL STE 1900
MIDLAND, TX 79701
DECIMAL OF INTEREST: 0.18750000
INTEREST TYPE: WI (WORKING INTEREST)
**SEE CLAUSE(S) (1,2,3,5)

DIVISION ORDER CONTINUED ON PAGE 2, ATTACHED HERETO AND MADE A PART HEREOF.

NOTICE:

Failure to furnish owner's Social Security or Tax I.D. number in the space below will result in 20% withholding tax in accordance with federal law, and any tax withheld will not be refundable by Purchaser. Read the Terms and Conditions on the back before signing below. If executing on behalf of a corporation, please indicate your official capacity as President or Vice President, impress the corporate seal, and have your signature attested by the secretary or assistant secretary of the corporation. If executing on behalf of a partnership, or association, please indicate your official capacity and provide documentation of your authority to execute on behalf of such organization.

Signature of Two
Witnesses / Attest

Signature of
Owner

Mail Check To The
Following Address:

(Please Print or Type)

KEEP THIS COPY

P.O. BOX 2923
HOUSTON, TX 77252

Theresa N. [Signature]
Patricia Diebel

MARALO INC.
MARY RALPH LOWE, PRESIDENT

Social Security/
Employer ID No.: LD. #74-1763753

X _____
X _____

X _____

Social Security/
Employer ID No.:

PAGE 2 OF DIVISION ORDER 01-083107 PREPARED APRIL 15, 1993
AND MADE EFFECTIVE NOVEMBER 1, 1992

DG/lw/us

PROPERTY NO.01-083107

CREDIT TO / DIVISION OF INTEREST

CREDIT TO / DIVISION OF INTEREST

J T I INC
5801 E 41 ST STE 603
TULSA, OK 74135
DECIMAL OF INTEREST: 0.01875000
INTEREST TYPE: WI (WORKING INTEREST)
**SEE CLAUSE(S) (1,2,3,5)

JOYRAN CORPORATION
C/O MIDDLEBURG MANAGEMENT
CORPORATION
63 WALL STREET 23RD FLOOR
NEW YORK, NY 10005
DECIMAL OF INTEREST: 0.00531250
INTEREST TYPE: OR (OVERRIDING ROYALTY)
**SEE CLAUSE(S) (1,2,3,4)

MARALO INC
~~SUITE 1010~~
~~FIVE POST OAK PARK~~
HOUSTON, TX 77027-3489
DECIMAL OF INTEREST: 0.30000000
INTEREST TYPE: WI (WORKING INTEREST)
**SEE CLAUSE(S) (1,2,3)

P.O. BOX 2923
HOUSTON, TX 77252

MEWBOURNE OIL COMPANY
P O BOX 7698
TYLER, TX 75711
DECIMAL OF INTEREST: 0.01976250
INTEREST TYPE: OR (OVERRIDING ROYALTY)
**SEE CLAUSE(S) (1,2,3,4)

CURTIS W MEWBOURNE
C/O MEWBOURNE OIL COMPANY
P O BOX 7698
TYLER, TX 75711
DECIMAL OF INTEREST: 0.01211250
INTEREST TYPE: OR (OVERRIDING ROYALTY)
**SEE CLAUSE(S) (1,2,3)

CURTIS W MEWBOURNE TRUSTEE
P O BOX 7698
TYLER, TX 75711
DECIMAL OF INTEREST: 0.02000000
INTEREST TYPE: OR (OVERRIDING ROYALTY)
**SEE CLAUSE(S) (1,2,3)

MIZEL RESOURCES A TRUST
5801 E 41 ST STE 104
TULSA, OK 74135
DECIMAL OF INTEREST: 0.03375000
INTEREST TYPE: WI (WORKING INTEREST)
**SEE CLAUSE(S) (1,2,3,5)

LARRY A MIZEL
3600 S YOSEMITE STE 810
DENVER, CO 80237
DECIMAL OF INTEREST: 0.02250000
INTEREST TYPE: WI (WORKING INTEREST)
**SEE CLAUSE(S) (1,2,3,5)

VENTURE RESOURCES 1986 GP
C/O MIDDLEBURG MANAGEMENT
CORPORATION
63 WALL STREET 23RD FLOOR
NEW YORK, NY 10005
DECIMAL OF INTEREST: 0.00478125
INTEREST TYPE: OR (OVERRIDING ROYALTY)
**SEE CLAUSE(S) (1,2,3,4)

TOTAL DECIMAL : 0.87500000