

MEWBOURNE OIL COMPANY

500 W. TEXAS, SUITE 1020
MIDLAND, TEXAS 79701

(432) 682-3715
FAX (432) 685-4170

May 28, 2009

Via Fax (713) 654-7722 and First Class Mail

Edge Petroleum Exploration Company
1301 Travis, Suite 2000
Houston, Texas 77002
Attn: Mr. William S. Michalak

Re: MOC's Bradley "29" Prospect
S/2 Section 29, T18S, R30E
Eddy County, New Mexico

Gentlemen:

Mewbourne Oil Company ("Mewbourne") as Operator is interested in drilling an initial well at a location in the SW/4SE/4 of the captioned Section 29 to a depth sufficient to evaluate the Morrow formation estimated total depth being 11,900 feet beneath the surface. The S/2 of the captioned Section 29 will be dedicated to the well. A formal well proposal with an AFE will be sent to you in the near future regarding this proposal.

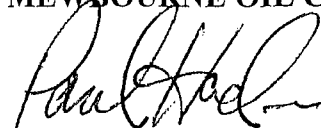
In reference to the above, public records indicate Edge Petroleum Exploration Company ("Edge") owns a 50% working interest and a 85% net revenue interest on an 8/8ths basis in the operating rights as to depths below the base of the Bone Spring formation in the S/2SW/4 of the captioned Section 29.

Regarding the above, Mewbourne hereby offers Edge \$250.00 per acre for a two (2) year Term Assignment of Operating Rights whereby Mewbourne will be delivered an 80% net revenue interest.

Please respond at your earliest convenience.

Sincerely yours,

MEWBOURNE OIL COMPANY



D. Paul Haden
Senior Landman

DPH/gb

ATTACHMENT C



June 12, 2009
(Faxed to (432) 685-4170)

Mewbourne Oil Company
Attn: Mr. D. Paul Haden, Sr. Landman
500 W. Texas – Suite 1020
Midland, TX 79701

RE: Your Request for Term Assignment dated May 28, 2009
Bradley "29" Prospect
S/2 of Section 29-T18S-R30E
Eddy County, New Mexico

Dear Paul,

In accordance with my e-mail last week, this letter (faxed, then mailed) is to advise that Edge Petroleum Exploration Company ("Edge") is not in a position to act upon your request for a Term Assignment *at this time*. As you are aware, Edge recently closed its data room and has since been in negotiations with numerous companies in regard to its assets and is hesitant to commit any interests that were reviewed by and that may be or become subject to commitment. I assure you that I do not – and will not – know anything in that regard until after the fact!

Having said that, and as we had discussed on Mewbourne's Bradley "31" Fed Com #3 well in which we did at the last moment, grant you a Term Assignment under these same restrictive circumstances, Edge would most likely not wish its interest to be force pooled, but understands that you may need to move forward with your applications and plans. I can only apologize for this situation and trust you can understand why we need to practice this cautious policy.

If Edge has not formally announced a commitment of assets in the captioned area within 10 days or so of your filing for forced pooling, I would respectfully request that your offer/request remain open to Edge and to any possible successor-in-interest so as to allow re-consideration of your request prior to any force pooling hearing and hopefully save you the time and expense of filing.

Allow me to suggest that we both keep in contact about every 10 days so that if Edge's assets in the captioned become available for assignment by Edge - or become subject to a sale, merger or other transaction which would require coordination involving any possible successor in interest timely – we can respond appropriately.

Thank you for your consideration.

Very truly yours,

William S. (Bill) Michalak
Land Consultant
(713) 335-9819
wmichalak@edgepet.com

MEWBOURNE OIL COMPANY

500 W. TEXAS, SUITE 1020
MIDLAND, TEXAS 79701

(432) 682-3715
FAX (432) 685-4170

June 16, 2009

Via Certified Mail-Return Receipt No. 0843

Edge Petroleum Exploration Company
1301 Travis, Suite 2000
Houston, Texas 77002
Attn: Mr. William S. Michalak

Re: Bradley "29" Federal Com #1
660' FSL & 1980' FEL
Section 29, T18S, R30E
Eddy County, New Mexico

Ladies and Gentlemen:

Mewbourne Oil Company ("Mewbourne") as Operator hereby proposes to drill the captioned well at the referenced location to a depth sufficient to evaluate the Morrow formation, estimated total depth being 11,900 feet beneath the surface. The S/2 of the captioned Section 29 will be dedicated to the well. Enclosed for your information in this regard is our AFE dated June 5, 2009.

In the event you elect to participate in the captioned proposed well, please sign and return the AFE to me at your earliest convenience. Upon my receipt of same, I'll forward you our Operating Agreement for execution.

In the event you elect not to participate in the above proposed well, Mewbourne offers to purchase a two (2) year Term Assignment of Operating Rights from you as previously offered being \$250 per acre providing Mewbourne a 80% net revenue interest, subject to proportionate reduction. This option is available for your acceptance for a period ending July 1, 2009 at 5:00 P.M. CDST.

Sincerely yours,

MEWBOURNE OIL COMPANY



D. Paul Haden
Senior Landman

DPH/gb

Bradley 29 Fed Com #1

SENDER: COMPLETE THIS SECTION

- Complete items 1, 2, and 3. Also complete item 4 if Restricted Delivery is desired.
- Print your name and address on the reverse so that we can return the card to you.
- Attach this card to the back of the mailpiece, or on the front if space permits.

1. Article Addressed to:

Edge Petroleum Exploration Company
1301 Travis, Suite 2000
Houston, Texas 77002
Attn: Mr. William S. Michalak

JUN 22 2009

COMPLETE THIS SECTION ON DELIVERY

A. Signature

William S. Michalak

☐ Agent

☐ Addressee

B. Received by (Printed Name)

William S. Michalak

C. Date of Delivery

6-18-09

D. Is delivery address different from item 1? ☐ Yes

If YES, enter delivery address below: ☐ No

3. Service Type

☒ Certified Mail

☐ Express Mail

☐ Registered

☐ Return Receipt for Merchandise

☐ Insured Mail

☐ C.O.D.

4. Restricted Delivery? (Extra Fee)

☐ Yes

2. Article Number

(Transfer from service label)

7005 2570 0001 0978 0843

MEWBOURNE OIL COMPANY

500 W. TEXAS, SUITE 1020
MIDLAND, TEXAS 79701

(432) 682-3715
FAX (432) 685-4170

August 13 2009

Edge Petroleum Exploration Company
1301 Travis, Suite 2000
Houston, Texas 77002
Attn: Mr. William S. Michalak

Re: MOC's Bradley "29" State Com #1
S/2 Section 29, T18S, R30E
Eddy County, New Mexico

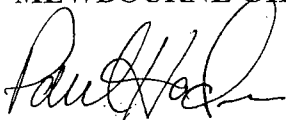
Gentlemen:

Regarding the captioned proposed well, I haven't received a response from you to date as to Edge Petroleum Exploration Company's ("Edge") participation in the well or term assign Edge's interest in lieu of participation as referenced in my previous letter dated June 16, 2009.

We are moving forward to get the proposed well drilled. Accordingly, I would appreciate your response as to what Edge would like to do regarding Edge's participation or not. Within the next week we will be filing an Application for Compulsory Pooling regarding all uncommitted interest owners. Please respond at your very earliest convenience. You can call me at (432) 682-3715 or email me at phaden@mewbourne.com.

Sincerely yours,

MEWBOURNE OIL COMPANY



D. Paul Haden
Senior Landman

DPH/gb



"Michalak, Bill"
<wmichalak@edgepet.com>

08/20/2009 05:25 PM

To "Paul Haden" <phaden@Mewbourne.com>

cc

bcc

Subject Mewbourne's Bradley "29" State Com #1

Paul,

Confirming our telephone conversation today, this e-mail is in reference to your letter dated August 13, 2009 which was received here on August 18, 2009, concerning MOC's need to proceed with your plans for drilling the Bradley "29" State Com #1 Well.

Due to continuing negotiations with one or more interested third parties following the closing of our Data Room, Edge Petroleum Exploration Company is not currently in a position to commit most of its interests for well participation, farmout or other similar transactions at this time, pending the results of such negotiations.

We do recognize that Mewbourne Oil Company and others may deem it necessary to proceed to force pool our interest and otherwise protect their own interests, and we do apologize for any inconvenience this may be causing.

We will notify Mewbourne immediately should circumstances change whereby Edge can unilaterally or otherwise elect to participate in this or any other well or land-related arrangement. Thank you for your consideration." Bill

Bill Michalak, Land Consultant
Edge Petroleum Exploration Company
1301 Travis - Suite 2000 (17FL)
Houston, TX 77002
Ph: (713) 335-9819 Fax: (713) 654-7722
wmichalak@edgepet.com



"Michalak, Bill"
<wmichalak@edgepet.com>
08/21/2009 11:16 AM

To "Paul Haden" <phaden@Mewbourne.com>
cc "Turner, Keith" <kturner@edgepet.com>
bcc
Subject RE: Mewbourne's Bradley "29" State Com #1

Hi, Paul --

Well, we'll see what transpires. I'm glad that we are not the ONLY party named in the forced pooling so that we are running up the legal bills! If anything changes, we'll get in touch. Thanks

Bill Michalak, Land Consultant
Edge Petroleum Exploration Company
Ph: (713) 335-9819 Fax: (713) 654-7722
wmichalak@edgepet.com


-----Original Message-----

From: Paul Haden [mailto:phaden@Mewbourne.com]
Sent: Friday, August 21, 2009 8:16 AM
To: Michalak, Bill
Cc: lcunningham@mewbourne.com
Subject: Re: Mewbourne's Bradley "29" State Com #1

Thanks Bill , I hope we can work something out prior to the pooling hearing which will occur Oct. 1st.

Paul Haden
Land Department
Mewbourne Oil Company
500 W. Texas Ave., Ste. 1020
Midland, Texas 79701
(432) 682-3715
(432) 685-4170 FAX

Paul Haden/Mewbourne
08/21/2009 08:15 AM

To "Michalak, Bill" <wmichalak@edgepet.com>
cc lcunningham@mewbourne.com
bcc
Subject Re: Mewbourne's Bradley "29" State Com #1 

Thanks Bill , I hope we can work something out prior to the pooling hearing which will occur Oct. 1st.

Paul Haden
Land Department
Mewbourne Oil Company
500 W. Texas Ave., Ste. 1020
Midland, Texas 79701
(432) 682-3715
(432) 685-4170 FAX



"Michalak, Bill"
<wmichalak@edgepet.com>
m>

09/08/2009 11:45 AM

To "Paul Haden" <phaden@Mewbourne.com>

cc

bcc

Subject MOC's Bradley "29" - Compulsory (Forced) Pooling Notice

Hi, Paul ---- as you know, we received your Compulsory Hearing notice for the captioned. In advising our folks, I came across a lease - US NM 030-027282-0 covering the NW/4SW/4 of Sec 29-T18S-R30E, recorded in Bk 663/Pg 165, the same page as our other 2 leases. This lease would also be included in a S/2 spacing unit. Your original letter only referred to Edge as having an interest in the S/2SW/4. Our files reflect the following additional interest as active:


USA NM 27280 &/or	Sue M Winston	07/01/1951 - Edge	NW/4SW/4	Depth A: Surface to 3,385'
USA NM LC-068719-A	Sue M Winston	07/01/1951 - Fina	NW/4SW/4	Depth B: Depths below 3,385'

Edge> 25% Pure, > 25% Chisos, 12/1/2005, Bk 663/Pg 165; retained 50% 100% interest lease.

I'd like to confirm that this is an additional interest that will be subject to the pooling. Thank you.

Bill Michalak, Land Consultant
Edge Petroleum Exploration Company
1301 Travis - Suite 2000 (17FL)
Houston, TX 77002
Ph: (713) 335-9819 Fax: (713) 654-7722
wmichalak@edgepet.com

Paul Haden/Mewbourne
09/08/2009 01:36 PM

To "Michalak, Bill" <wmichalak@edgepet.com>
cc
bcc
Subject Re: MOC's Bradley "29" - Compulsory (Forced) Pooling
Notice 

Bill , those interests are not subject to the pooling as there are some Bone Spring oil wells located on those lands which wells are producing and are operated by Mewbourne. Edge has some ORIs associated with those lands and wells. The Pooling Application applies for formations spaced on 40 acres in the SW/4SE/4 , formations spaced on 80 acres for the S/2SE/4 , formations spaced on 160 acres for the SE/4 and formations spaced on 320 acres for the S/2. As to such lands , Mewbourne wanted to acquire Edge's interest as to rights below the base of the Bone Spring formation thru the Morrow formation. If Mewbourne acquired Edge's interest, we would need a Release of Mortgages from Union Bank of California . Let me know if you have any further questions. Thanks Bill.

Paul Haden
Land Department
Mewbourne Oil Company
500 W. Texas Ave., Ste. 1020
Midland, Texas 79701
(432) 682-3715
(432) 685-4170 FAX


Paul Haden/Mewbourne

09/08/2009 01:46 PM

To "Michalak, Bill" <wmichalak@edgepet.com>

cc

bcc

Subject Re: More on Bradley "29" 

Bill , you're correct , Edge only has a 75%NRI. We now have a Drilling Title Opinion dated 8-24-09 which confirms that.

Paul Haden
Land Department
Mewbourne Oil Company
500 W. Texas Ave., Ste. 1020
Midland, Texas 79701
(432) 682-3715
(432) 685-4170 FAX



"Michalak, Bill"
<wmichalak@edgepet.com>
09/08/2009 02:32 PM

To "Paul Haden" <phaden@Mewbourne.com>
cc
bcc
Subject MORE MOC Bradley "29"

Hello, Paul ----

I'm not trying to be dense here (although maybe I am anyway and always will be), but one file I have shows Edge with ownership in Section 29 to all depths in the NW/4SW/4, in addition to the other files showing our ownership in the SW/4SW/4 and SE/4SW/4. The NW/4SW/4 would fall within the 320 spaced pooling for the S/2. I was asking if Edge was credited in the DOTO with an (Bone Springs to Morrow formation) interest in this NESW 40 acre interest for a 320 spacing or if the DOTO shows us only with shallow or no rights.

Also, I assumed, and so advised management, that since we did not grant a T/A before 5pm on July 1, 2009 (as set forth in your proposal dated 6/16/2009 which was received here on 6/22/2009), your request for a T/A was withdrawn and void as of that date, leaving us only the options to participate, be forced pooled or F/O to a 3rd party.

At that point I did not pursue resolving your request for an 80% NRI lease vs our ownership being only a 75% NRI to start with.

I agree that we have no WI in the SE/4 at this time, so that only leaves the question if your T/O credits us with an interest to the Morrow in the NW/4SW/4 --- or if my lease file is "corrupted" in computereze.

Thank you..... Bill

Bill Michalak, Land Consultant
Edge Petroleum Exploration Company
Ph: (713) 335-9819 Fax: (713) 654-7722
wmichalak@edgepet.com


-----Original Message-----

From: Paul Haden [mailto:phaden@Mewbourne.com]
Sent: Tuesday, September 08, 2009 1:37 PM
To: Michalak, Bill
Subject: Re: MOC's Bradley "29" - Compulsory (Forced) Pooling Notice

Bill , those interests are not subject to the pooling as there are some Bone Spring oil wells located on those lands which wells are producing and are operated by Mewbourne. Edge has some ORIs associated with those lands and wells. The Pooling Application applies for formations spaced on 40 acres in the SW/4SE/4 , formations spaced on 80 acres for the S/2SE/4 , formations spaced on 160 acres for the SE/4 and formations spaced on 320 acres for the S/2. As to such lands , Mewbourne wanted to acquire Edge's interest as to rights below the base of the Bone Spring formation thru the Morrow formation. If Mewbourne acquired Edge's interest, we would need a Release of Mortgages from Union Bank of California . Let me know if you have any further questions. Thanks Bill.

Paul Haden
Land Department
Mewbourne Oil Company
500 W. Texas Ave., Ste. 1020

Paul Haden/Mewbourne
09/08/2009 03:54 PM

To "Michalak, Bill" <wmichalak@edgepet.com>
cc
bcc
Subject Re: MORE MOC Bradley "29" 

Bill , Edge owns no interest in the NW/4SW/4 or the NE/4SW/4. That interest is owned gy the Garringer Trust
whereby we've acquired a term assignment for that interest covering rights below the base of the Bone Spring formation. I'll fax you a copy of our Original Drilling Title Opinion dated 8-24-09 to set your mind at ease as to Edge's ownership. It also references the Mortgages I was talking about. We'd still take a term assignment from Edge @ \$250/ac. @ 75%NRI but the trade would have to be closed prior to the hearing date of Oct. 1st. After that , all bets are off. The fax is coming. Thanks Bill.

Paul Haden
Land Department
Mewbourne Oil Company
500 W. Texas Ave., Ste. 1020
Midland, Texas 79701
(432) 682-3715
(432) 685-4170 FAX

MEWBOURNE OIL COMPANY

500 W. TEXAS, SUITE 1020
MIDLAND, TEXAS 79701

(432) 682-3715
FAX (432) 685-4170

FACSIMILE TRANSMITTAL COVER SHEET

DATE: 9-8-09

PAGE 1 of 27 PAGES

TO: BILL MICHALAK COMPANY: EDGE

FACSIMILE NO.: (713) 654-7722 PHONE NO.: _____

FROM: PAUL HADEN

MESSAGE: SEE ATTACHED TITLE OPINION

CONFIDENTIALITY NOTE: The information contained in this facsimile message is confidential and is intended only for the use of the individual or entity named above. Dissemination of this facsimile to anyone else is strictly prohibited. If you have received this facsimile in error, please notify us by telephone immediately.



"Michalak, Bill"
<wmichalak@edgepet.com>
09/21/2009 12:43 PM

To "Paul Haden" <phaden@Mewbourne.com>
cc "Turner, Keith" <kturner@edgepet.com>
bcc
Subject MOC Bradley #29

Hi, Paul ---

I'll send you a formal letter if needed to confirm this if should it occur, but right now it looks like we are going to have to allow you folks to force pool our interest in the well. I wanted you to have sufficient notice.

If so, I do have one remaining question -- in calculating payout --- we (Edge) only owns in the deep rights. If you dually complete the well, either 2 or 3 morrow-strawn-atoka formations - or both a shallow and deep right completion(s), how would you allocate the payout? If there are shallow right ONLY participants, how do you allocate drilling costs between those folks and parties who own in both shallow and deep rights? I'd assume all shallow right participants pay proportionately down to the depths they own, with deep right owners only bearing all deeper costs proportionately amongst themselves.

I've presented this scenario to numerous people, and told them in the event of separate completions in, say, the atoka and the morrow, each zone would have payout calculated separately. Likewsie as to any shallow zone as to drilling costs (but not completion costs). Since we have our fair share of contractors in accounting, I'm just trying to plan ahead so that I can adequately explain this to them.

Anyway, barring some overnight changes, you will need to move forward to have our interest force pooled. Thanks.

Bill Michalak, Land Consultant
Edge Petroleum Exploration Company
1301 Travis - Suite 2000 (17FL)
Houston, TX 77002
Ph: (713) 335-9819 Fax: (713) 654-7722
wmichalak@edgepet.com

Paul Haden/Mewbourne

09/21/2009 01:51 PM

To "Michalak, Bill" <wmichalak@edgepet.com>

cc

bcc

Subject Re: MOC Bradley #29 

Bill , payout as to Edge's interest would only be calculated as to completions in formations spaced on 320 acres as in the Morrow, Atoka and Strawn formations. Payout calculations as to Edge's interest would not include any completion costs in the shallow formations as Edge has no interest in those formations which formations would include the Bone Spring and formations above the Bone Spring. MOC's JOA for the Bradley

"29" Fed. Com #1 will cover formations below the base of the Bone Spring formation. Sorry ya'll still can't make a trade.

On another note , MOC is interested in drilling horizontal Bone Spring tests in Sec. 11 and 12 , T19S, R29E,

Eddy Co. Edge has some interest in those Sections whereby you will soon be getting a proposal from us with AFE. It is my understanding that Cimarex Energy has already sent out farmout requests as advised by Chisos, Ltd. and Pure Energy. Chisos and Pure are waiting on our proposals prior to doing anything with Cimarex. I'll send you our proposals with AFE as soon as I have the AFE in hand. I assume Edge could not do a trade for their interest in Sec. 11 and 12 , correct ??? Let me know , thanks Bill.

Paul Haden
Land Department
Mewbourne Oil Company
500 W. Texas Ave., Ste. 1020
Midland, Texas 79701
(432) 682-3715
(432) 685-4170 FAX



"Michalak, Bill"
<wmichalak@edgepet.com>
09/21/2009 02:38 PM

To "Paul Haden" <phaden@Mewbourne.com>
cc
bcc

Subject RE: MOC Bradley #29

Hi, Paul -

You and I both - wish we could do SOMETHING. Keep in mind I am currently a Contractor here in the Land department, so anything I personally say as to committing Edge's interest is not under any official guise -- as an employee may be capable of committing Edge.....

As you may know, every month for 9 months, Edge's "balloon note" has been extended for one month as we have been able to make the huge interest payments -- and people are looking at the company - but it can't go on too much longer, I'd expect. So as to any trades on our shallow interests -- it's on a day-to-day basis. We do not know what will happen on a day-to-day basis and especially at the end of the month.

NO ONE has told me anything as to what is happening in negotiations (if any), not that I could say anything if they did anyway - so I don't know the company's status (don't WANT to know, actually) but my concern is if we grant a T/A, or a F/O -- and then a bankruptcy were filed, would that be a voidable contract? If Edge agreed to participate, could that agreement be voidable? If we had given a T/A, I think naming us in a force pooling would STILL be a good practical idea as I think the "interests" in the lands, as much as the parties owning them, may be claimed to be pooled, notice is out there and you'd have a good argument that if a T/A were voided, you'd be covered. By a forced pooling, Edge makes no election so I'd argue the pooling is not voidable - that, of course, is a bankruptcy issue.

I suspect if a sudden sale were to occur, an acquiring company might decide to participate or grant a T/A in a well on very short notice. Most likely, any negotiations PROBABLY have some agreement providing that we won't commit any viable interests unless we have to in order to preserve ownership, etc.

And it makes us look non-cooperative at times. Our hands may be tied. Glad that you understand that.

On the current deal at hand, the first time I read the pooling order, I didn't catch the 40-80-160 pools only applied to the borehole location - needless to say, I was envisioning the possible JOA to spread all those various interests and wondering how I'd explain it all!


From this side, I have to get high management to agree (in writing) that it is ok that we have decided to become force pooled. I do expect that to be done, so I think you can proceed in that regard as to Edge's interest, and I'll formalize this as soon as I can. Thanks..... as you can imagine -- an e-mail this long has 14 interruptions, so I hope it is coherent enough!

Bill Michalak, Land Consultant
Edge Petroleum Exploration Company
Ph: (713) 335-9819 Fax: (713) 654-7722
wmichalak@edgepet.com

-----Original Message-----

From: Paul Haden [mailto:phaden@Mewbourne.com]
Sent: Monday, September 21, 2009 1:51 PM
To: Michalak, Bill
Subject: Re: MOC Bradley #29

Paul Haden/Mewbourne
09/21/2009 03:20 PM

To "Michalak, Bill" <wmichalak@edgepet.com>
cc
bcc
Subject RE: MOC Bradley #29 

Bill , I too think force pooling is the answer and I think if we were to take a TA it could be subject to being voided if Edge were to go in bankruptcy. As to the properties in Sec. 11 and 12, I suspect that those lands are subject to JOAs whereby Edge would have a participation election to make. Also , right now we couldn't acquire a TA from Edge as Edge's interests are subject to several mortgages which we'd have to get Releases for or Subordinations. Pooling would solve the problem. Let me know if anything changes regarding Edge's status. I'll get back with you soon regarding the Sec. 11 and 12 properties. Thanks Bill and have a great week.

Paul Haden
Land Department
Mewbourne Oil Company
500 W. Texas Ave., Ste. 1020
Midland, Texas 79701
(432) 682-3715
(432) 685-4170 FAX

MEWBOURNE OIL COMPANY

500 W. TEXAS, SUITE 1020
MIDLAND, TEXAS 79701

(432) 682-3715
FAX (432) 685-4170

August 4, 2009

Via Certified Mail-Return Receipt No. 1383

The Leonard Trust
P.O. Box 400
Roswell, New Mexico
Attn: Mr. Robert J. Leonard

Re: MOC Bradley "29" Federal Com #1
660' FSL & 1980' FEL
Section 29, T18S, R30E
Eddy County, New Mexico

Dear Mr. Leonard:

Mewbourne Oil Company ("Mewbourne") as Operator hereby proposes to drill the captioned well at the referenced location to a depth sufficient to evaluate the Morrow formation, estimated total depth being 11,800 feet beneath the surface. Enclosed for your consideration should you choose to participate in the proposed well is our AFE dated June 5, 2009. The captioned well will be dedicated to the S/2 of the captioned Section 29.

In reference to the above, public records indicate The Leonard Trust ("the Trust") owns a 2.5000% WI and a 2.1875% NRI in the NW/4SE/4 of the captioned Section 29 as to rights from the base of the Queen formation to a depth of 11,900 feet beneath the surface.

In the event the Trust elects to participate in the captioned proposed well, please sign and return the AFE to me and I'll forward you our Operating Agreement for execution.

Should the Trust elect not to participate in the proposed well, Mewbourne offers to purchase a two (2) year Term Assignment of Operating Rights from the Trust on the basis of \$250 per net acre whereby the Trust will deliver Mewbourne a 80% net revenue interest, subject to proportionate reduction.

As Mewbourne has plans to move forward with drilling the referenced well, please respond to our well proposal at your very earliest convenience.

Sincerely yours,

MEWBOURNE OIL COMPANY



D. Paul Haden
Senior Landman

DPH/gb

Madison 29 #1

SENDER: COMPLETE THIS SECTION

- Complete items 1, 2, and 3. Also complete item 4 if Restricted Delivery is desired.
- Print your name and address on the reverse so that we can return the card to you.
- Attach this card to the back of the mailpiece, or on the front if space permits.

1. Article Addressed to:

The Leonard Trust
P.O. Box 400
Roswell, New Mexico
Attn: Mr. Robert J. Leonard
AUG 11 2009

2. Article Number

(Transfer from service label)

7005 2570 0001 0978 1383

COMPLETE THIS SECTION ON DELIVERY

A. Signature

X

☐ Agent

☐ Addressee

B. Received by (Printed Name)

C. Date of Delivery

8-6-9

D. Is delivery address different from item 1? ☐ Yes

If YES, enter delivery address below: ☐ No

3. Service Type

☒ Certified Mail

☐ Express Mail

☐ Registered

☐ Return Receipt for Merchandise

☐ Insured Mail

☐ C.O.D.

4. Restricted Delivery? (Extra Fee)

☐ Yes

MEWBOURNE OIL COMPANY

500 W. TEXAS, SUITE 1020
MIDLAND, TEXAS 79701

(432) 682-3715
FAX (432) 685-4170

FACSIMILE TRANSMITTAL COVER SHEET

DATE: 8-25-09

PAGE 1 of 4 PAGES

TO: DAN LEONARD COMPANY: _____

FACSIMILE NO.: 682-8652 PHONE NO.: _____

FROM: PAUL HADEN

MESSAGE: DAN - SEE ATTACHMENTS REGARDING OUR
PROPOSED WELL. I HAVEN'T HEARD FROM
THE LEONARD TRUST YET. CAN YOU HELP ME
OUT? FYI WE'RE ACQUIRING A 2 YR. TERM
ASSIGNMENT FROM RONADERO ON THE BASIS
OF \$1500/ac. @ 75% NRI. WE'RE OFFERING
THE SAME TO THE LEONARD TRUST FOR
THEIR 1 NET ACRE.

WE'RE POOLING OCT. 1ST SO OUR OFFER IS
NOT AVAILABLE FOR EVER.

CONFIDENTIALITY NOTE: The information contained in this facsimile message is confidential and is intended only for the use of the individual or entity named above. Dissemination of this facsimile to anyone else is strictly prohibited. If you have received this facsimile in error, please notify us by telephone immediately.

MEWBOURNE OIL COMPANY

500 W. TEXAS, SUITE 1020
MIDLAND, TEXAS 79701

(432) 682-3715
FAX (432) 685-4170

April 29, 2009

LWJ Partnership
P.O. Box 64244
Lubbock, Texas 79464

Re: MOC's Bradley "29" Prospect
S/2 Section 29, T18S, R30E
Eddy County, New Mexico

Gentlemen:

Mewbourne Oil Company ("Mewbourne") as Operator is interested in drilling an initial well at a location in the SE/4 of the captioned Section 29 to a depth sufficient to evaluate the Morrow formation estimated total depth being 11,900 feet beneath the surface. The S/2 of the captioned Section 29 will be dedicated to the well.

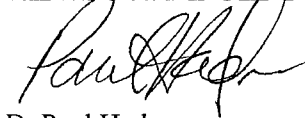
In reference to the above, public records indicate the LWJ Partnership owns a 10% working interest and a 8.75% net revenue interest in the operating rights below a depth of 3,350 feet beneath the surface in the S/2SE/4 of the captioned Section 29.

Regarding the above, Mewbourne hereby offers the LWJ Partnership \$250.00 per acre for a two (2) year Term Assignment of Operating Rights whereby Mewbourne will be delivered a 80% net revenue interest, subject to proportionate reduction. Subject to proportionate reduction, you will retain a 7.5% overriding royalty interest.

The above offer is subject to your acceptance within thirty (30) days of the date of this letter. Furthermore, our offer is subject to Mewbourne's approval of title. Please respond at your earliest convenience.

Sincerely yours,

MEWBOURNE OIL COMPANY



D. Paul Haden
Senior Landman

DPH/gb

MEWBOURNE OIL COMPANY

500 W. TEXAS, SUITE 1020
MIDLAND, TEXAS 79701

(432) 682-3715
FAX (432) 685-4170

June 16, 2009

Via Certified Mail-Return Receipt No. 0881

LWJ Partnership
P.O. Box 64244
Lubbock, Texas 79464

Re: Bradley "29" Federal Com #1
660' FSL & 1980' FEL
Section 29, T18S, R30E
Eddy County, New Mexico

Ladies and Gentlemen:

Mewbourne Oil Company ("Mewbourne") as Operator hereby proposes to drill the captioned well at the referenced location to a depth sufficient to evaluate the Morrow formation, estimated total depth being 11,900 feet beneath the surface. The S/2 of the captioned Section 29 will be dedicated to the well. Enclosed for your information in this regard is our AFE dated June 5, 2009.

In the event you elect to participate in the captioned proposed well, please sign and return the AFE to me at your earliest convenience. Upon my receipt of same, I'll forward you our Operating Agreement for execution.

In the event you elect not to participate in the above proposed well, Mewbourne offers to purchase a two (2) year Term Assignment of Operating Rights from you as previously offered being \$250 per acre providing Mewbourne a 80% net revenue interest, subject to proportionate reduction. This option is available for your acceptance for a period ending July 1, 2009 at 5:00 P.M. CDST.

Sincerely yours,

MEWBOURNE OIL COMPANY



D. Paul Haden
Senior Landman

DPH/gb

MEWBOURNE OIL COMPANY

500 W. TEXAS, SUITE 1020
MIDLAND, TEXAS 79701

(432) 682-3715
FAX (432) 685-4170

August 13 2009

LWJ Partnership
P.O. Box 64244
Lubbock, Texas 79464
Attn: Marilyn Cone

Re: MOC's Bradley "29" State Com #1
S/2 Section 29, T18S, R30E
Eddy County, New Mexico

Dear Mrs. Cone:

Regarding the captioned proposed well, I haven't received a response from you to date as to LWJ Partnership's ("LWJ") participation in the well or term assign LWJ's interest in lieu of participation as referenced in my previous letter dated June 16, 2009.

We are moving forward to get the proposed well drilled. Accordingly, I would appreciate your response as to what LWJ would like to do regarding LWJ's participation or not. Within the next week we will be filing an Application for Compulsory Pooling regarding all uncommitted interest owners. Please respond at your very earliest convenience. You can call me at (432) 682-3715 or email me at phaden@mewbourne.com.

Sincerely yours,

MEWBOURNE OIL COMPANY



D. Paul Haden
Senior Landman

DPH/gb

Bradley 29

SENDER: COMPLETE THIS SECTION

- Complete items 1, 2, and 3. Also complete item 4 if Restricted Delivery is desired.
- Print your name and address on the reverse so that we can return the card to you.
- Attach this card to the back of the mailpiece or on the front if space permits.

1. Article Addressed to:

**LWJ Partnership
P.O. Box 64244
Lubbock, Texas 79464**

JUN 18 2009

2. Article Number

(Transfer from service label)

7005 2570 0001 0978 0881

COMPLETE THIS SECTION ON DELIVERY

A. Signature

x *John H. Carr*

☐ Agent

☐ Addressee

B. Received by (Printed Name)

Douglas G. Gunc

C. Date of Delivery

D. Is delivery address different from item 1?

☐ Yes

If YES, enter delivery address below:

☐ No

3. Service Type

☒ Certified Mail

☐ Express Mail

☐ Registered

☐ Return Receipt for Merchandise

☐ Insured Mail

☐ C.O.D.

4. Restricted Delivery? (Extra Fee)

☐ Yes

MEWBOURNE OIL COMPANY

500 W. TEXAS, SUITE 1020
MIDLAND, TEXAS 79701

(432) 682-3715
FAX (432) 685-4170

August 25, 2009

Via Certified Mail-Return Receipt No. 1833

D.C. Trust
P.O. Box 64244
Lubbock, Texas 79464
Attn: Marilyn J. Cone, Trustee

Re: Bradley "29" Federal Com #1
660' FSL & 1980' FEL
Section 29, T18S, R30E
Eddy County, New Mexico

Dear Ms. Cone:

Mewbourne Oil Company ("Mewbourne") as Operator hereby proposes to drill the captioned well at the referenced location to a depth sufficient to evaluate the Morrow formation, estimated total depth being 11,900 feet beneath the surface. The S/2 of the captioned Section 29 will be dedicated to the well. Enclosed for your information in this regard is our AFE dated June 5, 2009.

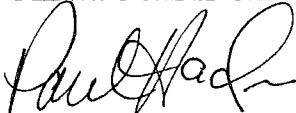
Regarding the above, previous examination of the public records on October 13, 2008 indicated the LWJ Partnership owned an undivided 1/10 of the operating rights in the S/2SE/4 of the captioned Section 29 as to rights below 3,350 feet subsurface. Our Original Drilling Title Opinion dated August 24, 2009 indicates this interest is owned by Marilyn J. Cone, Trustee of the D.C. Trust.

In the event you elect to participate in the captioned proposed well, please sign and return the AFE to me at your earliest convenience. Upon my receipt of same, I'll forward you our Operating Agreement for execution.

In the event you elect not to participate in the above proposed well, Mewbourne offers to purchase a two (2) year Term Assignment of Operating Rights from you as previously offered being \$250 per acre providing Mewbourne a 80% net revenue interest, subject to proportionate reduction. This option is available for your acceptance for a period ending September 15, 2009 at 5:00 P.M. CDST.

Sincerely yours,

MEWBOURNE OIL COMPANY



D. Paul Haden
Senior Landman

DPH/gb

Bradley 29

SENDER: COMPLETE THIS SECTION

- Complete items 1, 2, and 3. Also complete item 4 if Restricted Delivery is desired.
- Print your name and address on the reverse so that we can return the card to you.
- Attach this card to the back of the mailpiece, or on the front if space permits.

1. Article Addressed to:

D.C. Trust
P.O. Box 64244
Lubbock, Texas 79464
Attn: Marilyn J. Cone

2. Article Number

(Transfer from service label)

7005 2570 0001 0978 1833

COMPLETE THIS SECTION ON DELIVERY

A. Signature

X *Marilyn J. Cone*

☐ Agent

☐ Addressee

B. Received by (Printed Name)

DOUGLAS L. Cone

C. Date of Delivery

D. Is delivery address different from item 1? ☐ Yes

If YES, enter delivery address below ☐ No

3. Service Type

☒ Certified Mail

☐ Express Mail

☐ Registered

☐ Return Receipt for Merchandise

☐ Insured Mail

☐ C.O.D.

4. Restricted Delivery? (Extra Fee)

☐ Yes

MEWBOURNE OIL COMPANY

500 W. TEXAS, SUITE 1020
MIDLAND, TEXAS 79701

(432) 682-3715
FAX (432) 685-4170

April 29, 2009

Clifford Cone
P.O. Box 1629
Lovington, New Mexico 88260

Re: MOC's Bradley "29" Prospect
S/2 Section 29, T18S, R30E
Eddy County, New Mexico

Dear Mr. Cone:

Mewbourne Oil Company ("Mewbourne") as Operator is interested in drilling an initial well at a location in the SE/4 of the captioned Section 29 to a depth sufficient to evaluate the Morrow formation estimated total depth being 11,900 feet beneath the surface. The S/2 of the captioned Section 29 will be dedicated to the well.

In reference to the above, public records indicate you own a 20% working interest and a 17.50% net revenue interest in the operating rights below a depth of 3,350 feet beneath the surface in the S/2SE/4 of the captioned Section 29.

Regarding the above, Mewbourne hereby offers you \$250.00 per acre for a two (2) year Term Assignment of Operating Rights whereby Mewbourne will be delivered a 80% net revenue interest, subject to proportionate reduction. Subject to proportionate reduction, you will retain a 7.5% overriding royalty interest.

The above offer is subject to your acceptance within thirty (30) days of the date of this letter. Furthermore, our offer is subject to Mewbourne's approval of title. Please respond at your earliest convenience.

Sincerely yours,

MEWBOURNE OIL COMPANY



D. Paul Haden
Senior Landman

DPH/gb

MEWBOURNE OIL COMPANY

500 W. TEXAS, SUITE 1020
MIDLAND, TEXAS 79701

(432) 682-3715
FAX (432) 685-4170

April 29, 2009

Clifford Cone, Trustee
P.O. Box 1629
Lovington, New Mexico 88260

Re: MOC's Bradley "29" Prospect
S/2 Section 29, T18S, R30E
Eddy County, New Mexico

Dear Mr. Cone:

Mewbourne Oil Company ("Mewbourne") as Operator is interested in drilling an initial well at a location in the SE/4 of the captioned Section 29 to a depth sufficient to evaluate the Morrow formation estimated total depth being 11,900 feet beneath the surface. The S/2 of the captioned Section 29 will be dedicated to the well.

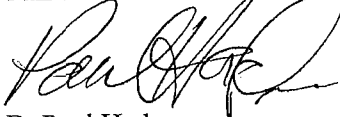
In reference to the above, public records indicate the Trusts Created u/w/o & Codicil of Kathleen Cone, Deceased fbo the children of Clifford Cone ("the Trust") owns a 10% working interest and a 8.75% net revenue interest in the operating rights below a depth of 3,350 feet beneath the surface in the S/2SE/4 of the captioned Section 29.

Regarding the above, Mewbourne hereby offers the Trust \$250.00 per acre for a two (2) year Term Assignment of Operating Rights whereby Mewbourne will be delivered a 80% net revenue interest, subject to proportionate reduction. Subject to proportionate reduction, you will retain a 7.5% overriding royalty interest.

The above offer is subject to your acceptance within thirty (30) days of the date of this letter. Furthermore, our offer is subject to Mewbourne's approval of title. Please respond at your earliest convenience.

Sincerely yours,

MEWBOURNE OIL COMPANY



D. Paul Haden
Senior Landman

DPH/gb

SENDER: COMPLETE THIS SECTION		COMPLETE THIS SECTION ON DELIVERY	
<p>1. Article Addressed to:</p> <p>Clifford Cone P.O. Box 1629 Lovington, New Mexico 88260</p>		<p>A. Signature <input checked="" type="checkbox"/> Agent</p> <p>B. Received by (Printed Name) <input type="checkbox"/> Addressee</p> <p>C. Date of Delivery</p>	
<p>2. Article Number (Transfer from service label)</p> <p>7005 2570 0001 0978 0904</p>		<p>D. Is delivery address different from item 1? <input type="checkbox"/> Yes <input type="checkbox"/> No</p> <p>If YES, enter delivery address below:</p>	
<p>3. Service Type</p> <p><input checked="" type="checkbox"/> Certified Mail <input type="checkbox"/> Express Mail</p> <p><input type="checkbox"/> Registered <input type="checkbox"/> Return Receipt for Merchandise</p> <p><input type="checkbox"/> Insured Mail <input type="checkbox"/> C.O.D.</p>		<p>4. Restricted Delivery? (Extra Fee) <input type="checkbox"/> Yes</p>	
<p>PS Form 3811, February 2004</p>		<p>Domestic Return Receipt</p> <p>102595-02-M-1540</p>	

7005 2570 0001 0978 0904

CLASS

FIRST CLASS

FIRST CLASS

FIRST CLASS

FROM
<p>MEWBOURNE OIL COMPANY</p> <p>500 WEST TEXAS, SUITE 1020 MIDLAND, TEXAS 79701</p>
SHIP TO
<p>Clifford Cone P.O. Box 1629 Lovington, New Mexico 88260</p>
<p>RETURN POSTAGE GUARANTEED</p>

☐ Val
☐ No
☐ Box
☐ Return
☐ Postage

MEWBOURNE OIL COMPANY

500 W. TEXAS, SUITE 1020
MIDLAND, TEXAS 79701

(432) 682-3715
FAX (432) 685-4170

June 16, 2009

Via Certified Mail-Return Receipt No. 0904

Clifford Cone, Individually and as Trustee
P.O. Box 1629
Lovington, New Mexico 88260

Re: Bradley "29" Federal Com #1
660' FSL & 1980' FEL
Section 29, T18S, R30E
Eddy County, New Mexico

Ladies and Gentlemen:

Mewbourne Oil Company ("Mewbourne") as Operator hereby proposes to drill the captioned well at the referenced location to a depth sufficient to evaluate the Morrow formation, estimated total depth being 11,900 feet beneath the surface. The S/2 of the captioned Section 29 will be dedicated to the well. Enclosed for your information in this regard is our AFE dated June 5, 2009.

In the event you elect to participate in the captioned proposed well, please sign and return the AFE to me at your earliest convenience. Upon my receipt of same, I'll forward you our Operating Agreement for execution.

In the event you elect not to participate in the above proposed well, Mewbourne offers to purchase a two (2) year Term Assignment of Operating Rights from you as previously offered being \$250 per acre providing Mewbourne a 80% net revenue interest, subject to proportionate reduction. This option is available for your acceptance for a period ending July 1, 2009 at 5:00 P.M. CDST.

Sincerely yours,


MEWBOURNE OIL COMPANY



D. Paul Haden
Senior Landman

DPH/gb

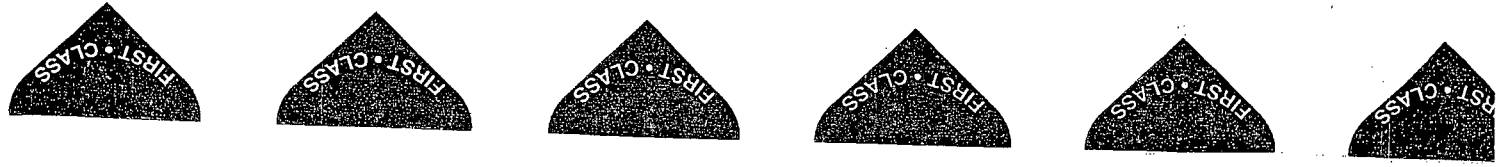
First Class Mail

 **UNCLAIMED**

FROM
MEWBOURNE OIL COMPANY 500 WEST TEXAS, SUITE 1020 MIDLAND, TEXAS 79701
SHIP TO
Clifford Cone 3141 Naches Heights Road Yakima, Washington 98908
RETURN POSTAGE GUARANTEED

1st NC 8/15
2nd NC 8/22
RETURN 8/30

NV
8-15-9
TS RL



MEWBOURNE OIL COMPANY

500 W. TEXAS, SUITE 1020
MIDLAND, TEXAS 79701

(432) 682-3715
FAX (432) 685-4170

August 12, 2009

Via Certified Mail-Return Receipt No. 1598

Clifford Cone, Individually and as Trustee
3141 Naches Heights Rd.
Yakima, Washington 98908

Re: Bradley "29" Federal Com #1
660' FSL & 1980' FEL
Section 29, T18S, R30E
Eddy County, New Mexico

Dear Mr. Cone:

Mewbourne Oil Company ("Mewbourne") as Operator hereby proposes to drill the captioned well at the referenced location to a depth sufficient to evaluate the Morrow formation, estimated total depth being 11,900 feet beneath the surface. The S/2 of the captioned Section 29 will be dedicated to the well. Enclosed for your information in this regard is our AFE dated June 5, 2009.

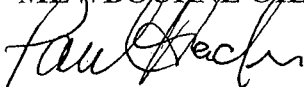
In reference to the above, public records indicate you own a 20% individual interest and the Trusts created u/w/o & Codicil of Kathleen Cone, Deceased fbo the children of Clifford Cone ("the Trust") owns a 10% working interest and a 87.5% net revenue interest in the operating rights below a depth of 3,350 feet beneath the surface in the S/2SE/4 of the captioned Section 29.

In the event you and the Trust elect to participate in the captioned proposed well, please sign and return the AFE to me at your earliest convenience. Upon my receipt of same, I'll forward you our Operating Agreement for execution.

In the event you elect not to participate in the above proposed well, Mewbourne offers to purchase a two (2) year Term Assignment of Operating Rights from you and the Trust on the basis of \$250 per acre providing Mewbourne a 80% net revenue interest, subject to proportionate reduction. This option is available for your acceptance for a period ending August 31, 2009 at 5:00 P.M. CDST.

Sincerely yours,

MEWBOURNE OIL COMPANY



D. Paul Haden
Senior Landman

MEWBOURNE OIL COMPANY

500 W. TEXAS, SUITE 1020
MIDLAND, TEXAS 79701

(432) 682-3715
FAX (432) 685-4170

April 29, 2009

Kenneth G. Cone, Trustee
P.O. Box 11310
Midland, Texas 79702

Re: MOC's Bradley "29" Prospect
S/2 Section 29, T18S, R30E
Eddy County, New Mexico

Dear Mr. Cone:

Mewbourne Oil Company ("Mewbourne") as Operator is interested in drilling an initial well at a location in the SE/4 of the captioned Section 29 to a depth sufficient to evaluate the Morrow formation estimated total depth being 11,900 feet beneath the surface. The S/2 of the captioned Section 29 will be dedicated to the well.

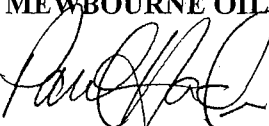
In reference to the above, public records indicate the Trusts Created u/w/o & Codicil of Kathleen Cone, Deceased fbo the children of Clifford Cone ("the Trust") owns a 10% working interest and a 8.75% net revenue interest in the operating rights below a depth of 3,350 feet beneath the surface in the S/2SE/4 of the captioned Section 29.

Regarding the above, Mewbourne hereby offers the Trusts \$250.00 per acre for a two (2) year Term Assignment of Operating Rights whereby Mewbourne will be delivered a 80% net revenue interest, subject to proportionate reduction. Subject to proportionate reduction, you will retain a 7.5% overriding royalty interest.

The above offer is subject to your acceptance within thirty (30) days of the date of this letter. Furthermore, our offer is subject to Mewbourne's approval of title. Please respond at your earliest convenience.

Sincerely yours,

MEWBOURNE OIL COMPANY



D. Paul Haden
Senior Landman

DPH/gb

MEWBOURNE OIL COMPANY

500 W. TEXAS, SUITE 1020
MIDLAND, TEXAS 79701

(432) 682-3715
FAX (432) 685-4170

April 29, 2009

Kenneth G. Cone
P.O. Box 11310
Midland, Texas 79702

Re: MOC's Bradley "29" Prospect
S/2 Section 29, T18S, R30E
Eddy County, New Mexico

Dear Mr. Cone:

Mewbourne Oil Company ("Mewbourne") as Operator is interested in drilling an initial well at a location in the SE/4 of the captioned Section 29 to a depth sufficient to evaluate the Morrow formation estimated total depth being 11,900 feet beneath the surface. The S/2 of the captioned Section 29 will be dedicated to the well.

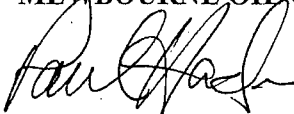
In reference to the above, public records indicate you own a 10% working interest and a 8.75% net revenue interest in the operating rights below a depth of 3,350 feet beneath the surface in the S/2SE/4 of the captioned Section 29.

Regarding the above, Mewbourne hereby offers you \$250.00 per acre for a two (2) year Term Assignment of Operating Rights whereby Mewbourne will be delivered a 80% net revenue interest, subject to proportionate reduction. Subject to proportionate reduction, you will retain a 7.5% overriding royalty interest.

The above offer is subject to your acceptance within thirty (30) days of the date of this letter. Furthermore, our offer is subject to Mewbourne's approval of title. Please respond at your earliest convenience.

Sincerely yours,

MEWBOURNE OIL COMPANY



D. Paul Haden
Senior Landman

DPH/gb

MEWBOURNE OIL COMPANY

500 W. TEXAS, SUITE 1020
MIDLAND, TEXAS 79701

(432) 682-3715
FAX (432) 685-4170

June 16, 2009

Via Certified Mail-Return Receipt No. 0911

Kenneth G. Cone, Individually and as Trustee
P.O. Box 11310
Midland, Texas 79702

Re: Bradley "29" Federal Com #1
660' FSL & 1980' FEL
Section 29, T18S, R30E
Eddy County, New Mexico

Ladies and Gentlemen:

Mewbourne Oil Company ("Mewbourne") as Operator hereby proposes to drill the captioned well at the referenced location to a depth sufficient to evaluate the Morrow formation, estimated total depth being 11,900 feet beneath the surface. The S/2 of the captioned Section 29 will be dedicated to the well. Enclosed for your information in this regard is our AFE dated June 5, 2009.

In the event you elect to participate in the captioned proposed well, please sign and return the AFE to me at your earliest convenience. Upon my receipt of same, I'll forward you our Operating Agreement for execution.

In the event you elect not to participate in the above proposed well, Mewbourne offers to purchase a two (2) year Term Assignment of Operating Rights from you as previously offered being \$250 per acre providing Mewbourne a 80% net revenue interest, subject to proportionate reduction. This option is available for your acceptance for a period ending July 1, 2009 at 5:00 P.M. CDST.

Sincerely yours,

MEWBOURNE OIL COMPANY



D. Paul Haden
Senior Landman

DPH/gb

Broader 29

SENDER: COMPLETE THIS SECTION	COMPLETE THIS SECTION ON DELIVERY
<ul style="list-style-type: none"> ■ Complete items 1, 2, and 3. Also complete item 4 if Restricted Delivery is desired. ■ Print your name and address on the reverse so that we can return the card to you. ■ Attach this card to the back of the mailpiece, or on the front if space permits. 	<p>A. Signature <div style="display: flex; align-items: center;"> X <div style="border-bottom: 1px solid black; flex-grow: 1;">K Shapira</div> <div style="margin-left: 10px;"> <input type="checkbox"/> Agent <input type="checkbox"/> Addressee </div> </div> </p> <p>B. Received by (Printed Name) C. Date of Delivery <div style="display: flex; align-items: center;"> <div style="border-bottom: 1px solid black; flex-grow: 1;">Shapira</div> <div style="border-left: 1px solid black; border-bottom: 1px solid black; flex-grow: 1; text-align: center;">6/19/09</div> </div> </p> <p>D. Is delivery address different from item 1? <input type="checkbox"/> Yes If YES, enter delivery address below: <input type="checkbox"/> No</p>
<p>1. Article Addressed to:</p> <p style="text-align: center; padding-top: 20px;"> Kenneth G. Cone P.O. Box 11310 Midland, Texas 79702 </p> <p style="text-align: center; padding-top: 20px;">JUN 22 2009</p>	<p>3. Service Type</p> <div style="display: flex; flex-wrap: wrap;"> <div style="width: 50%;"> <input checked="" type="checkbox"/> Certified Mail <input type="checkbox"/> Registered <input type="checkbox"/> Insured Mail </div> <div style="width: 50%;"> <input type="checkbox"/> Express Mail <input type="checkbox"/> Return Receipt for Merchandise <input type="checkbox"/> C.O.D. </div> </div> <p>4. Restricted Delivery? (Extra Fee) <input type="checkbox"/> Yes</p>
<p>2. Article Number (Transfer from service label)</p>	<p style="text-align: center; font-family: monospace; font-size: 1.2em;">7005 2570 0001 0978 0911</p>

PS Form 3811, February 2004
Domestic Return Receipt
102595-02-M-1540

RE: BRADLEY "29" FED. Com #1

Kenneth Cone - (432) 687-4593
Kathy Shapira - His assistant.

Follow up call 8-4-09, Kathy Shapira to find out
what Mr. Cone wants to do and will get back
with me.

RH

MEWBOURNE OIL COMPANY

500 W. TEXAS, SUITE 1020
MIDLAND, TEXAS 79701

(432) 682-3715
FAX (432) 685-4170

August 13 2009

Kenneth G. Cone, Individually and as Trustee
P.O. Box 11310
Midland, Texas 79702
Attn: Kathy Shapira

Re: MOC's Bradley "29" State Com #1
S/2 Section 29, T18S, R30E
Eddy County, New Mexico

Dear Kathy:

Regarding the captioned proposed well, I haven't received a response from you to date as to Kenneth G. Cone's participation in the well or term assign Kenneth G. Cone's interest in lieu of participation as referenced in my previous letter dated June 16, 2009.

We are moving forward to get the proposed well drilled. Accordingly, I would appreciate your response as to what Kenneth G. Cone would like to do regarding Mr. Cone's participation or not. Within the next week we will be filing an Application for Compulsory Pooling regarding all uncommitted interest owners. Please respond at your very earliest convenience. You can call me at (432) 682-3715 or email me at phaden@mewbourne.com.

Sincerely yours,

MEWBOURNE OIL COMPANY



D. Paul Haden
Senior Landman

DPH/gb

MEWBOURNE OIL COMPANY

500 W. TEXAS, SUITE 1020
MIDLAND, TEXAS 79701

(432) 682-3715
FAX (432) 685-4170

April 29, 2009

Cathie Cone McCown, Trustee
P.O. Box 507
Dripping Springs, Texas 78620

Re: MOC's Bradley "29" Prospect
S/2 Section 29, T18S, R30E
Eddy County, New Mexico

Dear Cathie:

Mewbourne Oil Company ("Mewbourne") as Operator is interested in drilling an initial well at a location in the SE/4 of the captioned Section 29 to a depth sufficient to evaluate the Morrow formation estimated total depth being 11,900 feet beneath the surface. The S/2 of the captioned Section 29 will be dedicated to the well.

In reference to the above, public records indicate the Auvenshine Children's Testamentary Trust ("the Trust") owns a 10% working interest and a 8.75% net revenue interest in the operating rights below a depth of 3,350 feet beneath the surface in the S/2SE/4 of the captioned Section 29.

Regarding the above, Mewbourne hereby offers the Trust \$250.00 per acre for a two (2) year Term Assignment of Operating Rights whereby Mewbourne will be delivered a 80% net revenue interest, subject to proportionate reduction. Subject to proportionate reduction, you will retain a 7.5% overriding royalty interest.

The above offer is subject to your acceptance within thirty (30) days of the date of this letter. Furthermore, our offer is subject to Mewbourne's approval of title. Please respond at your earliest convenience.

Sincerely yours,

MEWBOURNE OIL COMPANY



D. Paul Haden
Senior Landman

DPH/gb

MEWBOURNE OIL COMPANY

500 W. TEXAS, SUITE 1020
MIDLAND, TEXAS 79701

(432) 682-3715
FAX (432) 685-4170

April 29, 2009

Cathie Cone McCown
P.O. Box 507
Dripping Springs, Texas 78620

Re: MOC's Bradley "29" Prospect
S/2 Section 29, T18S, R30E
Eddy County, New Mexico

Dear Cathie:

Mewbourne Oil Company ("Mewbourne") as Operator is interested in drilling an initial well at a location in the SE/4 of the captioned Section 29 to a depth sufficient to evaluate the Morrow formation estimated total depth being 11,900 feet beneath the surface. The S/2 of the captioned Section 29 will be dedicated to the well.


In reference to the above, public records indicate you own a 10% working interest and a 8.75% net revenue interest in the operating rights below a depth of 3,350 feet beneath the surface in the S/2SE/4 of the captioned Section 29.

Regarding the above, Mewbourne hereby offers you \$250.00 per acre for a two (2) year Term Assignment of Operating Rights whereby Mewbourne will be delivered a 80% net revenue interest, subject to proportionate reduction. Subject to proportionate reduction, you will retain a 7.5% overriding royalty interest.

The above offer is subject to your acceptance within thirty (30) days of the date of this letter. Furthermore, our offer is subject to Mewbourne's approval of title. Please respond at your earliest convenience.

Sincerely yours,

MEWBOURNE OIL COMPANY



D. Paul Haden
Senior Landman

DPH/gb

MEWBOURNE OIL COMPANY

500 W. TEXAS, SUITE 1020
MIDLAND, TEXAS 79701

(432) 682-3715
FAX (432) 685-4170

June 16, 2009

Via Certified Mail-Return Receipt No. 0928

Cathie Cone McCown, Individually and as Trustee
P.O. Box 507
Dripping Springs, Texas 78620

(512) 858-1641

Re: Bradley "29" Federal Com #1
660' FSL & 1980' FEL
Section 29, T18S, R30E
Eddy County, New Mexico

Ladies and Gentlemen:

Mewbourne Oil Company ("Mewbourne") as Operator hereby proposes to drill the captioned well at the referenced location to a depth sufficient to evaluate the Morrow formation, estimated total depth being 11,900 feet beneath the surface. The S/2 of the captioned Section 29 will be dedicated to the well. Enclosed for your information in this regard is our AFE dated June 5, 2009.

In the event you elect to participate in the captioned proposed well, please sign and return the AFE to me at your earliest convenience. Upon my receipt of same, I'll forward you our Operating Agreement for execution.

In the event you elect not to participate in the above proposed well, Mewbourne offers to purchase a two (2) year Term Assignment of Operating Rights from you as previously offered being \$250 per acre providing Mewbourne a 80% net revenue interest, subject to proportionate reduction. This option is available for your acceptance for a period ending July 1, 2009 at 5:00 P.M. CDST.

Sincerely yours,

MEWBOURNE OIL COMPANY



D. Paul Haden
Senior Landman

Bradley 29

SENDER: COMPLETE THIS SECTION

- Complete items 1, 2, and 3. Also complete item 4 if Restricted Delivery is desired.
- Print your name and address on the reverse so that we can return the card to you.
- Attach this card to the back of the mailpiece, or on the front if space permits.

1. Article Addressed to:

**Cathie Cone McCown
P.O. Box 507
Dripping Springs, Texas 78620**

2. Article Number
(Transfer from service label)

COMPLETE THIS SECTION ON DELIVERY

A. Signature

X 

☐ Agent

☐ Addressee

B. Received by (Printed Name)

Bill McCown

C. Date of Delivery

6/24/09

D. Is delivery address different from item 1? ☐ Yes

If YES, enter delivery address below: ☐ No

3. Service Type

☒ Certified Mail

☐ Express Mail

☐ Registered

☐ Return Receipt for Merchandise

☐ Insured Mail

☐ C.O.D.

4. Restricted Delivery? (Extra Fee)

☐ Yes

7005 2570 0001 0978 0928

Cathie Cone McCown (512) 858-1641

8-12-09 - Follow up call, no answer, no
phone machine, will send follow
up letter.

RH -

MEWBOURNE OIL COMPANY

500 W. TEXAS, SUITE 1020
MIDLAND, TEXAS 79701

(432) 682-3715
FAX (432) 685-4170

August 12 2009

Cathie Cone McCown, Individually and as Trustee
P.O. Box 507
Dripping Springs, Texas 78620

Re: MOC's Bradley "29" State Com #1
S/2 Section 29, T18S, R30E
Eddy County, New Mexico

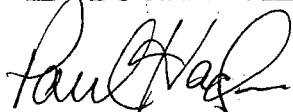
Dear Cathie:

Regarding the captioned proposed well, I haven't received a response from you to date as to your participation in the well or term assign your interest in lieu of participation as referenced in my previous letter to you dated June 16, 2009. I've tried contacting you by telephone but to no avail.

We are moving forward to get the proposed well drilled. Accordingly, I would appreciate your response as to what you would like to do regarding your participation or not. Within the next week we will be filing an Application for Compulsory Pooling regarding all uncommitted interest owners. Please respond at your very earliest convenience. You can call me at (432) 682-3715 or email me at phaden@mewbourne.com.

Sincerely yours,

MEWBOURNE OIL COMPANY



D. Paul Haden
Senior Landman

DPH/gb

MEWBOURNE OIL COMPANY

500 W. TEXAS, SUITE 1020
MIDLAND, TEXAS 79701

(432) 682-3715
FAX (432) 685-4170

April 29, 2009

Tom R. Cone
P.O. Box 778
Jay, Oklahoma 74346

Re: MOC's Bradley "29" Prospect
S/2 Section 29, T18S, R30E
Eddy County, New Mexico

Dear Mr. Cone:

Mewbourne Oil Company ("Mewbourne") as Operator is interested in drilling an initial well at a location in the SE/4 of the captioned Section 29 to a depth sufficient to evaluate the Morrow formation estimated total depth being 11,900 feet beneath the surface. The S/2 of the captioned Section 29 will be dedicated to the well.

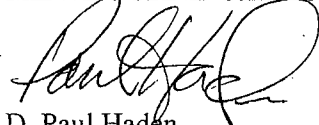
In reference to the above, public records indicate you own a 10% working interest and a 8.75% net revenue interest in the operating rights below a depth of 3,350 feet beneath the surface in the S/2SE/4 of the captioned Section 29.

Regarding the above, Mewbourne hereby offers you \$250.00 per acre for a two (2) year Term Assignment of Operating Rights whereby Mewbourne will be delivered a 80% net revenue interest, subject to proportionate reduction. Subject to proportionate reduction, you will retain a 7.5% overriding royalty interest.

The above offer is subject to your acceptance within thirty (30) days of the date of this letter. Furthermore, our offer is subject to Mewbourne's approval of title. Please respond at your earliest convenience.

Sincerely yours,

MEWBOURNE OIL COMPANY



D. Paul Haden
Senior Landman

DPH/gb

MEWBOURNE OIL COMPANY

500 W. TEXAS, SUITE 1020
MIDLAND, TEXAS 79701

(432) 682-3715
FAX (432) 685-4170

June 16, 2009

Via Certified Mail-Return Receipt No. 0874

Tom R. Cone
P.O. Box 778
Jay, Oklahoma 74346

Re: Bradley "29" Federal Com #1
660' FSL & 1980' FEL
Section 29, T18S, R30E
Eddy County, New Mexico

Ladies and Gentlemen:

Mewbourne Oil Company ("Mewbourne") as Operator hereby proposes to drill the captioned well at the referenced location to a depth sufficient to evaluate the Morrow formation, estimated total depth being 11,900 feet beneath the surface. The S/2 of the captioned Section 29 will be dedicated to the well. Enclosed for your information in this regard is our AFE dated June 5, 2009.

In the event you elect to participate in the captioned proposed well, please sign and return the AFE to me at your earliest convenience. Upon my receipt of same, I'll forward you our Operating Agreement for execution.

In the event you elect not to participate in the above proposed well, Mewbourne offers to purchase a two (2) year Term Assignment of Operating Rights from you as previously offered being \$250 per acre providing Mewbourne a 80% net revenue interest, subject to proportionate reduction. This option is available for your acceptance for a period ending July 1, 2009 at 5:00 P.M. CDST.

Sincerely yours,

MEWBOURNE OIL COMPANY



D. Paul Haden
Senior Landman

DPH/gb

Braden 29

SENDER: COMPLETE THIS SECTION

- Complete items 1, 2, and 3. Also complete item 4 if Restricted Delivery is desired.
- Print your name and address on the reverse so that we can return the card to you.
- Attach this card to the back of the mailpiece, or on the front if space permits.

1. Article Addressed to:

**Tom R. Cone
P.O. Box 778
Jay, Oklahoma 74346**

JUL 09 2009

2. Article Number

(Transfer from service label)

7005 2570 0001 0978 0874

PS Form 3811, February 2004

Domestic Return Receipt

102595-02-M-1540

COMPLETE THIS SECTION ON DELIVERY

A. Signature

X

Ad Reece

☒ Agent

☐ Addressee

B. Received by (Printed Name)

Ad Reece

C. Date of Delivery

7-7-9

D. Is delivery address different from item 1?

If YES, enter delivery address below:

☒ No

3. Service Type

☒ Certified Mail

☐ Express Mail

☐ Registered

☐ Return Receipt for Merchandise

☐ Insured Mail

☐ C.O.D.

4. Restricted Delivery? (Extra Fee)

☐ Yes

MEWBOURNE OIL COMPANY

500 W. TEXAS, SUITE 1020
MIDLAND, TEXAS 79701

(432) 682-3715
FAX (432) 685-4170

August 11, 2009

Mr. Tom R. Cone
P.O. Box 778
Jay, Oklahoma 74346

Re: Bradley "29" Federal Com #1
S/2 of Section 29,
T18S, R30E
Eddy County, New Mexico

Dear Mr. Cone:

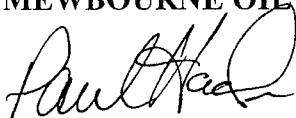
Pursuant to our agreement with you regarding your 10% interest below 3,350 feet beneath the surface in the S/2SE/4 of the captioned Section 29, enclosed for your further handling and execution are duplicate originals of a Term Assignment of Operating Rights.

Please execute the agreement in the presence of a Notary Public and return one (1) fully executed original to me in the enclosed postage paid envelope provided for your convenience in returning same. You may retain one (1) original for your file.

Your cooperation as always is greatly appreciated.

Sincerely yours,

MEWBOURNE OIL COMPANY



D. Paul Haden
Senior Landman

DPH/gb

MEWBOURNE OIL COMPANY

500 W. TEXAS, SUITE 1020
MIDLAND, TEXAS 79701

(432) 682-3715
FAX (432) 685-4170

September 21, 2009

Via Certified Mail Return Receipt No.3080

Maddox & Holloman, P.C.
P.O. Box 2508
Hobbs, New Mexico 88241-2508
Attn: Scotty Holloman, Esq.

Re: Tom R. Cone
MOC's Bradley "29" Federal Com #1 Well
S/2 Section 29, T18S, R30E
Eddy County, New Mexico

Gentlemen:

Mewbourne Oil Company has proposed drilling the captioned well at a location in the SW/4SE/4 of the captioned Section 29 to a depth sufficient to evaluate the Morrow formation, estimated total depth being 11,800 feet beneath the surface. The S/2 of the captioned Section 29 will be dedicated to the well.

Title examination indicates Tom R. Cone owns an undivided 1/10 leasehold interest in the S/2SE/4 of the captioned Section 29 below 3,350 feet subsurface (see copy of our Original Drilling Title Opinion dated August 24, 2009 enclosed). Apparently Mr. Cone's interest is burdened by a Transcript of Judgment against him as referenced in Title Requirement No.4 on Page 10 of the enclosed title opinion.

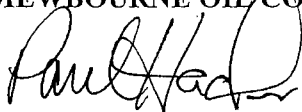
In reference to the above, Mewbourne has acquired a Term Assignment of Operating Rights from Mr. Cone covering his interest subject to our securing a Release of the Transcript of Judgment covering his interest in the above referenced lands. For your information I've enclosed a copy of the referenced term assignment and a copy of the referenced Transcript of Judgment.

Regarding the above, Mewbourne respectfully requests Lea County State Bank to execute a Release of Transcript of Judgment regarding Tom R. Cone's interest in the S/2SE/4 of the captioned Section 29. In the event Lea County State Bank is agreeable to doing this, Mewbourne will record the enclosed term assignment. Otherwise, Mr. Cone's interest is subject to an upcoming Compulsory Pooling hearing to be held at an Examiner's Hearing in Santa Fe, New Mexico October 1, 2009 at the State of New Mexico Oil Conservation Division's office.

Should you have any questions regarding the above, please call me.

Sincerely yours,

MEWBOURNE OIL COMPANY

A handwritten signature in black ink, appearing to read "Paul Haden", written over the company name.

D. Paul Haden
Senior Landman

DPH/tgm

xc: Mr. Tom Cone w/enclosures
P.O. Box 778
Jay, Oklahoma 74346

MEWBOURNE OIL COMPANY

500 W. TEXAS, SUITE 1020
MIDLAND, TEXAS 79701

(432) 682-3715
FAX (432) 685-4170

April 29, 2009

Randy Lee Cone
P.O. Box 552
Jay, Oklahoma 74346

Re: MOC's Bradley "29" Prospect
S/2 Section 29, T18S, R30E
Eddy County, New Mexico

Dear Mr. Cone:

Mewbourne Oil Company ("Mewbourne") as Operator is interested in drilling an initial well at a location in the SE/4 of the captioned Section 29 to a depth sufficient to evaluate the Morrow formation estimated total depth being 11,900 feet beneath the surface. The S/2 of the captioned Section 29 will be dedicated to the well.

In reference to the above, public records indicate you own a 3.333% working interest and a 2.916% net revenue interest in the operating rights below a depth of 3,350 feet beneath the surface in the S/2SE/4 of the captioned Section 29.

Regarding the above, Mewbourne hereby offers you \$250.00 per acre for a two (2) year Term Assignment of Operating Rights whereby Mewbourne will be delivered a 80% net revenue interest, subject to proportionate reduction. Subject to proportionate reduction, you will retain a 7.5% overriding royalty interest.

The above offer is subject to your acceptance within thirty (30) days of the date of this letter. Furthermore, our offer is subject to Mewbourne's approval of title. Please respond at your earliest convenience.

Sincerely yours,

MEWBOURNE OIL COMPANY



D. Paul Haden
Senior Landman

DPH/gb

MEWBOURNE OIL COMPANY

500 W. TEXAS, SUITE 1020
MIDLAND, TEXAS 79701

(432) 682-3715
FAX (432) 685-4170

June 16, 2009

Via Certified Mail-Return Receipt No. 0867

Randy Lee Cone
P.O. Box 552
Jay, Oklahoma 74346

Re: Bradley "29" Federal Com #1
660' FSL & 1980' FEL
Section 29, T18S, R30E
Eddy County, New Mexico

Ladies and Gentlemen:

Mewbourne Oil Company ("Mewbourne") as Operator hereby proposes to drill the captioned well at the referenced location to a depth sufficient to evaluate the Morrow formation, estimated total depth being 11,900 feet beneath the surface. The S/2 of the captioned Section 29 will be dedicated to the well. Enclosed for your information in this regard is our AFE dated June 5, 2009.

In the event you elect to participate in the captioned proposed well, please sign and return the AFE to me at your earliest convenience. Upon my receipt of same, I'll forward you our Operating Agreement for execution.

In the event you elect not to participate in the above proposed well, Mewbourne offers to purchase a two (2) year Term Assignment of Operating Rights from you as previously offered being \$250 per acre providing Mewbourne a 80% net revenue interest, subject to proportionate reduction. This option is available for your acceptance for a period ending July 1, 2009 at 5:00 P.M. CDST.

Sincerely yours,

MEWBOURNE OIL COMPANY



D. Paul Haden
Senior Landman

DPH/gb

Bradley 29

SENDER: COMPLETE THIS SECTION

- Complete items 1, 2, and 3. Also complete item 4 if Restricted Delivery is desired.
- Print your name and address on the reverse so that we can return the card to you.
- Attach this card to the back of the mailpiece, or on the front if space permits.

1. Article Addressed to:

**Randy Lee Cone
P.O. Box 552
Jay, Oklahoma 74346**

COMPLETE THIS SECTION ON DELIVERY

A. Signature

X

[Signature]

☒ Agent

☐ Addressee

B. Received by (Printed Name)

B J Reece

C. Date of Delivery

7-7-9

D. Is delivery address different from item 1? ☐ Yes

If YES, enter delivery address below: ☒ No

3. Service Type

☒ Certified Mail

☐ Express Mail

☐ Registered

☐ Return Receipt for Merchandise

☐ Insured Mail

☐ C.O.D.

4. Restricted Delivery? (Extra Fee)

☐ Yes

2. Article Number
(Transfer from service label)

JUL 09 2009

7005 2570 0001 0978 0867

MEWBOURNE OIL COMPANY

500 W. TEXAS, SUITE 1020
MIDLAND, TEXAS 79701

(432) 682-3715
FAX (432) 685-4170

August 11, 2009

Mr. Randy L. Cone
P.O. Box 552
Jay, Oklahoma 74346

Re: Bradley "29" Federal Com #1
S/2 of Section 29,
T18S, R30E
Eddy County, New Mexico

Dear Mr. Cone:

Pursuant to our agreement with you regarding your 3.3333% interest below 3,350 feet beneath the surface in the S/2SE/4 of the captioned Section 29, enclosed for your further handling and execution are duplicate originals of a Term Assignment of Operating Rights.

Please execute the agreement in the presence of a Notary Public and return one (1) fully executed original to me in the enclosed postage paid envelope provided for your convenience in returning same. You may retain one (1) original for your file.

Your cooperation as always is greatly appreciated.

Sincerely yours,

MEWBOURNE OIL COMPANY



D. Paul Haden
Senior Landman

DPH/gb

SUMMARY OF COMMUNICATIONS

Case No. 14386

Bradley "29" Federal Com #1
S/2 Section 29, T18S, R30E
Eddy County, New Mexico

Edge Petroleum Exploration Company
Bill Michalak – Landman (713) 335-9819

12.50% WI

- 5-28-09 Sent letter advising Edge that Mewbourne was interested in drilling Morrow well in SW/4SE/4, formal proposal would be sent later, requested term assignment.
- 6-12-09 Received letter from Edge advising me that Edge couldn't grant a term assignment as requested.
- 6-16-09 Proposed captioned well to Edge with AFE and again requested term assignment if Edge didn't want to participate.
- 8-13-09 Follow up letter to Edge.
- 8-20-09 Follow up call and email whereby Edge advised us to proceed with force pooling if necessary.
- 8-21-09 Email from Edge.
- 8-21-09 Email to Edge.
- 9-8-09 Email from Edge requesting info as to their ownership.
- 9-8-09 Email to Edge regarding Edge's ownership.
- 9-8-09 Email to Edge.
- 9-8-09 Email from Edge.
- 9-8-09 Email to Edge.
- 9-8-09 Faxed Edge copy of Mewbourne's Original Drilling T/O.
- 9-21-09 Email from Edge advising me that they will have to be force pooled as they can't join or term assign their interest as Company is in process of being sold.
- 9-21-09 Email to Edge.
- 9-21-09 Email from Edge.
- 9-21-09 Email to Edge advising Edge we will force pool.

The Leonard Trust**0.3125% WI**

Robert Leonard

Kelly Leonard (432) 682-3712

Dan Leonard (432) 682-3712

- 8-4-09 Sent letter with AFE proposing the well, offered to purchase term assignment in lieu of their participation.
- 8-25-09 Sent fax to Dan Leonard, follow up.
- 8-25-09 Called Kelly Leonard, advised him we had proposed well to his Dad, his Dad is in Canada fishing. Will be back mid-September.

D.C. Trust, formerly LWJ Partnership**2.50% WI**

- 4-29-09 Sent letter advising Mewbourne was interested in drilling Morrow well, requested term assignment, formal well proposal would follow.
- 6-16-09 Sent well proposal letter with AFE.
- 8-13-09 Sent follow up letter via certified mail.
- 8-25-09 Sent well proposal letter via certified mail.

Clifford Cone, Individually**5.00% WI****Clifford Cone Children's Trust****2.50% WI**

- 4-29-09 Sent well proposal letter with AFE via certified mail. Mail returned.
- 6-16-09 Sent well proposal letter with AFE via certified mail. Mail returned.
- 8-12-09 Sent well proposal letter with AFE to different address via certified mail.

Kenneth G. Cone, Individually (432) 687-4593**2.50% WI****Kenneth Cone Children's Trust****2.50% WI**

- 4-29-09 Sent letter advising Mr. Cone that Mewbourne would be drilling its Morrow well and offered to purchase term assignment. Well proposal to follow.
- 6-16-09 Proposed well with AFE, offered to purchase term assignment.
- 8-4-09 Follow up call.

8-13-09 Follow up letter.

Cathie Cone McCown, Individually (512) 858-1641
Auvenshine Children's Trust

2.50% WI
2.50% WI

4-29-09 Sent letter advising Mrs. Cone that Mewbourne would be drilling Morrow well in S/2, offered to purchase term assignment and well proposal would follow.

6-16-09 Sent well proposal letter with AFE and term assignment offer via certified mail.

8-12-09 Follow up call, no answer, left message.

8-12-09 Follow up letter.

Tom R. Cone, Individually

2.50% WI

4-29-09 Sent letter advising Mr. Cone we would be drilling a Morrow well in S/2, offered to purchase term assignment, well proposal would follow.

6-16-09 Sent well proposal letter with AFE, offered to purchase term assignment.

8-11-09 Sent term assignment for execution.

9-21-09 Sent letter to Maddox firm requesting Release or Subordination regarding Tom R. Cone's Judgment against him regarding debt so we could accept Mr. Cone's term assignment.

Randy Lee Cone

0.83325% WI

4-29-09 Sent letter advising Mr. Cone that Mewbourne was going to drill well in S/2, offered to purchase term assignment.

6-16-09 Sent well proposal with AFE and offered to purchase term assignment via certified mail.

8-11-09 Pursuant to Tom Cone's instructions, mailed Randy Cone a term assignment for execution.