



Summary of Communications
Compulsory Pooling Case No. 13158 (Reopened)
La Huerta "30" #1 Well
S/2 of Section 30, T21S, R27E
Eddy County, New Mexico

Mr. Tony Giarratano

- 1) 11-11-02: Jack Madison sent lease for execution with lease bonus consideration.
- 2) 01-21-03: Follow up letter regarding status of lease execution.
- 3) 05-07-03: Follow up letter regarding status of lease execution.
- 4) 07-15-03: Well proposal letter with AFE sent via certified mail.
- 5) 12-02-03: Mailed copy of Pooling Order No. R-12057 via certified mail with our AFE under the terms of the pooling order. The letter was returned unclaimed.
- 6) 01-14-04: Well proposal letter with AFE sent via certified mail as to new surface location.

Ben C. Cavender, et ux Christine E. Cavender

- 1) 08-20-03: Well proposal letter with AFE sent via certified mail to this address. Letter was returned unclaimed.
- 2) 08-29-03: Well proposal letter with AFE sent via certified mail to this address. Letter was returned unclaimed.

J.P. Morgan Chase Bank, Trustee for Leigh Caldwell - Mr. Roy Buckley (713) 216-4484

- 1) 03-28-03: Jack Madison sent lease offer letter.
- 2) 08-20-03: Well proposal letter with AFE sent via certified mail with offer to purchase lease.
- 3) 08-25-03: Mr. Buckley advised me this date by phone that the Caldwell Trust owns no mineral interest in New Mexico according to their records.
- 4) 12-02-03: Mailed copy of Pooling Order No. R-12057 via certified mail with AFE under the terms of the pooling order.

- 5) 01-14-04: Well proposal letter with revised AFE sent via certified mail as to new surface location.

Family Eldercare, Inc. - Guardian for Martha Leigh Caldwell - Wendy Schaeffer - Attorney for Elder care, Inc. and Martha Leigh Caldwell

- 1) 11-22-02: Jack Madison sent lease offer letter this date.
- 2) 01-21-03: Follow up letter this date regarding the lease and lease bonus check mailed to them.
- 3) 05-07-03: Follow up letter this date regarding the lease which has not been executed.
- 4) 10-01-03: Called Wendy Schaeffer this date. She says Eldercare has no authority to execute leases covering property in New Mexico. Under court order they only have authority to sign contracts for Texas property. They acknowledge receiving our lease bonus check and said they were obligated to cash it as Guardian. Wendy advised me that they elected to be force pooled as it wasn't worth the cost of a quiet title suit to obtain authority to execute New Mexico leases.
- 5) 12-02-03: Mailed copy of Pooling Order No. R-12057 via certified mail with AFE under the terms of the pooling order.
- 6) 01-14-04: Well proposal letter with revised AFE sent via certified mail as to new surface location.

Burlington Northern and Santa Fe Railway Company - Mr. Greg Golladay

- 1) 08-20-03: Proposed well this date via certified mail with AFE enclosed. Offered to purchase their interest in the event the Railroad elected not to participate. Greg advised me that Devon Energy has the first right of refusal. Accordingly, copy of letter was sent to Devon.
- 2) 12-02-03: Mailed copy of Pooling Order No. R-12057 via certified mail under the terms of the pooling order.
- 3) 12-10-03: Greg Golladay with Burlington called this date and advised me that Devon would probably participate, asked me to call Ken Gray. Advised Greg that we had J&A'd the initial well and spent approximately \$216,000. I told Greg that Devon probably would not participate.
- 4) 12-10-03: Called Ken Gray with Devon this date, left message for him to call me.

- 5) 12-15-03: Ken returned my call this date advising me that they were not exercising their preferential right to acquire a lease from Burlington. Accordingly, they were not interested in joining in the proposed well.
- 6) 12-16-03: Received Devon's letter of this date advising me they were not interested in acquiring a lease from Burlington.
- 7) 12-22-03: Well proposal letter sent this date via certified mail with AFE as to new surface location in Section 29.
- 8) 01-14-04: Well proposal letter with revised AFE sent via certified mail as to new surface location.

R.E. Fox, et ux Annie Fox

- 1) 08-20-03: Sent well proposal letter this date with AFE via certified mail with offer to lease their interest. Letter was returned unclaimed.

Dennis A. Morris, et ux Verlyn Morris

- 1) 08-20-03: Sent well proposal this date with AFE via certified mail. Letter was returned unclaimed.

Address search via internet @White Pages.com

- 1) 10-29-02: Searched for Cavender, Pendergrass, Fox and Morris addresses and phone numbers this date. Found no leads as to Cavender, Pendergrass or Fox. Found several addresses and phone numbers for Dennis Morris in California. All were wrong numbers for Dennis A. Morris.

MEWBOURNE OIL COMPANY

500 W. TEXAS, SUITE 1020
MIDLAND, TEXAS 79701

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

January 14, 2004

Certified Mail-Return Receipt No. 5227

Mr. Tony Giarratano
P.O. Box 846
Ruidoso, New Mexico 88355

Re: MOC's La Huerta "30" #1-Y Well
S/2 of Section 30, T21S, R27E
Eddy County, New Mexico

Dear Mr. Giarratano:

Enclosed for your information is a copy of our Authorization For Expenditure (AFE) dated January 13, 2004 for the captioned proposed replacement well. Drilling operations for the initial proposed well were commenced November 9, 2003 with such well being drilled to a total depth of 1,551'. Loss circulation and other mechanical problems were encountered while drilling and the well was plugged and abandoned November 15, 2003.

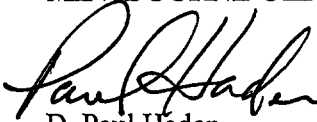
Regarding the above, Mewbourne Oil Company as Operator hereby proposes drilling the La Huerta "30" #1-Y Well as a replacement well for the previously plugged and abandoned La Huerta "30" #1 Well. Such well will be drilled at a different surface location in the SE/4 of the adjoining Section 19 to a bottom hole location in the SE/4 of the captioned Section 30 to a depth sufficient to adequately evaluate the Morrow formation estimated total vertical depth being 11,725' beneath the surface. In the event you elect to participate in the subject proposed well as to your mineral interest in the captioned land, please sign the enclosed AFE and I will forward you our proposed Operating Agreement for your execution.

For your information, the previous pooling hearing is being reopened at an examiner's hearing in Santa Fe, New Mexico January 22, 2004 as Mewbourne will be drilling the referenced replacement well at a new surface location 823' FSL & 945' FEL of the adjoining Section 19 in T21S, R27E, Eddy County.

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

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

December 2, 2003

Certified Mail-Return Receipt No. 4770

Tony Giarratano
P.O. Box 846
Ruidoso, New Mexico 88355

Re: Case No. 13158
Order No. R-12057
MOC's La Huerta "30" Fee #1 Well
S/2 of Section 30, T21S, R27E
Eddy County, New Mexico

Dear Mr. Giarratano:

Enclosed for your information and further consideration and action is a copy of Compulsory Pooling Order R-12057 issued by the New Mexico Oil Conservation Division (NMOCD) regarding the referenced proposed well.

Pursuant to Ordering Paragraph (8) on Page (3) of the referenced Order, you are given the opportunity to pay your proportionate part of the estimated well cost of the captioned well in lieu of your interest being force pooled under the terms of the referenced Order. According to title examination, you own a .0009609 unit decimal interest in the captioned proposed unit. Attached for your information is a copy of our Authorization For Expenditure (AFE) which is our estimated well cost for the proposed well. In the event you elect to participate in the proposed well, please sign and return the enclosed AFE with your payment to Mewbourne Oil Company in the amount of \$1,376.97 (\$1,433,000 x .0009609) which is your portion of the estimated well cost.

In the event you elect not to participate in the proposed well, no further action on your part is required. Your interest will be deemed as being force pooled under the terms of the referenced Order.

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

Sincerely yours,

MEWBOURNE OIL COMPANY



D. Paul Haden
Senior Landman

DPH/gb

1939 U.S. POSTAL
000 04-88
0037 PAID FROM

FIRST CLASS MAIL

UNCLAIMED

12/6
12/17
12/24

FROM MEWBOURNE OIL COMPANY 500 WEST TEXAS, SUITE 1020 MIDLAND, TEXAS 79701	SHIP TO Tony Giarratano P.O. Box 846 Ruidoso, N.M. 88355
---	--

UNCLAIMED

RETURN POSTAGE GUARANTEED

1. Article Addressed to: Tony Giarratano P.O. Box 846 Ruidoso, N.M. 88355	
2. Article Number (Transfer from service label) 7003 1680 0006 6283 4770	
3. Service Type <input checked="" type="checkbox"/> Registered Mail <input checked="" type="checkbox"/> Certified Mail <input type="checkbox"/> Insured Mail <input type="checkbox"/> Return Receipt for Merchandise <input type="checkbox"/> Restricted Delivery (Extra Fee) <input type="checkbox"/> Yes	
4. PS Form 3811 August 2001 Domestic Return Receipt 102595-02-M-1540	

MEWBOURNE OIL COMPANY

500 W. TEXAS, SUITE 1020
MIDLAND, TEXAS 79701

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

July 15, 2003

Certified Mail-Return Receipt No. 0845

Tony Giarratano
P.O. Box 846
Ruidoso, N.M. 88355

Re: MOC's La Huerta "30" Fee #1 Well
S/2 of Section 30, T21S, R27E
Eddy County, New Mexico

Dear Mr. Giarratano:

To date you have not returned the executed Oil and Gas Lease dated November 11, 2002 which we paid you a total of \$46.13 for leasing your 1/12 mineral interest in a 3.69 acre tract of land in Block 8 of the La Huerta subdivision as more particularly described in said lease. Accordingly, we are giving you the opportunity of participating in the referenced well to the extent of your interest in lieu of being force pooled in the event you elect not to execute the enclosed Oil & Gas Lease.

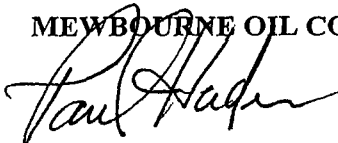
Regarding the above, Mewbourne Oil Company, as Operator hereby proposes drilling the captioned well at a surface location of 2114' FSL & 2816' FWL of Section 29, T21S, R27E and drill same directionally to a vertical depth of approximately 11,725' beneath the surface to a bottom hole location of approximately 750' FSL & 700' FEL of Section 30, T21S, R27E for a true measured depth of 12,676'. The S/2 of the captioned Section 30 will be dedicated to the well for proration unit purposes.

Enclosed for your consideration and further handling regarding the above proposed well is our AFE dated June 18, 2003 which is an estimated well cost for the referenced well. In the event you elect to participate in the subject proposed well, please sign and return the attached AFE and I will forward you our Operating Agreement for your execution along with our invoice for your proportionate part of the estimated well cost.

In the event you decide not to participate in the proposed well or be force pooled at an Examiner's hearing in Santa Fe, New Mexico, please sign the enclosed Oil and Gas Lease in the presence of a Notary Public and return same to me in the enclosed postage paid envelope which we've provided for your convenience in returning same.

Sincerely yours,

MEWBOURNE OIL COMPANY



D. Paul Haden
Senior Landman

DPH/gb

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:

Tony Charvatano
P.O. Box 846
Ruidoso, N.M. 88355

COMPLETE THIS SECTION ON DELIVERY

- A. Signature** *[Signature]* ☐ Agent
- B. Received by (Printed Name)** *Tony Charvatano* ☐ Addressee
- C. Date of Delivery** *11/28/03*
- D. Is delivery address different from item 1? If YES, enter delivery address below:** ☐ Yes ☐ 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)

7000 0520 0020 9192 0845

PS Form 3811 August 2001

Domestic Return Receipt

102595-02-M-1035

Do Puerto 30 fee #1

MEWBOURNE OIL COMPANY

500 W. TEXAS, SUITE 1020
MIDLAND, TEXAS 79701

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

May 7, 2003

Certified Mail-Return Receipt No. 0258

Mr. Tony Giarratano
P.O. Box 846
Ruidoso, New Mexico 88355

Re: MOC's La Huerta "30" #1 Well
S/2 of Section 30, T21S, R27E
Eddy County, New Mexico

Dear Mr. Giarratano:

To date we have not received the executed Oil and Gas Lease dated November 11, 2002 which Jack Madison had previously sent you for execution with our check #8500 for \$39.04 and check #8513 for \$7.09.

Regarding the above, please sign the duplicate enclosed lease in the presence of a Notary Public and return to me in the enclosed postage paid envelope. For your reference, I've also included a copy of the referenced checks which you have apparently cashed.

In the event we do not receive the requested executed Oil and Gas Lease, your mineral interest will be force pooled at an Examiner's hearing in Santa Fe, New Mexico at the offices of the New Mexico Oil Conservation Division. If this occurs, you will not receive any oil and gas revenues attributable to the royalty interest provided for in the reference Oil and Gas Lease.

Should you have any questions regarding the above, please call. Your cooperation in connection with the above would be appreciated.

Sincerely yours,

MEWBOURNE OIL COMPANY



D. Paul Haden
Senior Landman

DPH/gb

MEWBOURNE OIL COMPANY

500 W. TEXAS, SUITE 1020
MIDLAND, TEXAS 79701

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

January 21, 2003

Mr. Tony Giarratano
P.O. Box 846
Ruidoso, NM 88355

Re: MOC's La Huerta "30" #1 Well
S/2 of Section 30, T21S, R27E
Eddy County, New Mexico

Dear Mr. Giarratano:

To date we have not received the executed Oil and Gas Lease from you regarding your mineral interest in a 3.69 acre tract of land located in the SW/4 of the captioned Section 30. Is there a problem? If so, please call me at (915) 682-3715.

In the event you decide not to lease to Mewbourne Oil Company on the previously agreed terms, we would appreciate your returning our check #8500 and #8513 dated November 11, 2002 for a total of \$46.13 to me at your very earliest convenience along with the unexecuted Oil and Gas Lease currently in your possession.

Please call should you have any questions regarding the above.

Sincerely yours,

MEWBOURNE OIL COMPANY



D. Paul Haden
Senior Landman

DPH/gb

Jack Madison
Petroleum Landman

Office: 915-756-2434
Fax: 915-756-4514

P.O. Box 746
Stanton, TX 79782

November 11, 2002

Tony Giarratano
P.O. Box 846
Ruidoso, NM 88355

Re: 3.69 acres out of
Lot Five, Block 8,
La Huerta Subdivision
SW/4 Section 30
T -21-S R-27-E
Eddy County, NM


Dear Mr. Giarratano:

In accordance with our earlier telephone conversation, I am enclosing the following:

1. Original Oil and Gas lease covering your 1/12 mineral interest in the captioned acreage. As we agreed, the lease provides for a three (3) year primary term, a 3/16 royalty, and a bonus consideration of \$ 150 per net mineral acre.
2. Our checks totaling **\$ 46.13** as bonus consideration for the lease (\$150/acre x .3075 acres)

Please execute the lease in the presence of a notary public and return it to me in the stamped self-addressed envelope I have enclosed. Mewbourne will also need your SS# or Tax ID # for tax reporting purposes. Please affix the proper ID# to the sheet marked "return to me" and enclose that page along with your executed lease. We appreciate your cooperation in this matter. If you should have any questions, please do not hesitate to call me toll-free at 1-877-850-1651.

Sincerely,


Jack Madison

*check has apparently
been cashed; but
lease is not yet in. Several
calls have been made, but
to no avail.*

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:

Mr. & Mrs. Ben C. Cavender
4506 1/2 Pasadena Ave.
Wichita Falls, TX 76310-2416

2. Article Number

(Transfer from service label)

7000 0520 0020 9192 1385

PS Form 3811, August 2001

Domestic Return Receipt

102595-02-M-1035

La Huerta 30 Fee #1

COMPLETE THIS SECTION ON DELIVERY

A. Signature

X

☐ Agent

☐ Addressee

B. Received by (Printed Name)

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

RETURN POSTAGE GUARANTEED

Mr. & Mrs. Ben C. Cavender
4506 1/2 Pasadena Avenue
Wichita Falls, Texas 76310-2416

SHIP TO

FROM

MEWBOURNE OIL COMPANY

500 WEST TEXAS, SUITE 1020
MIDLAND, TEXAS 79701

NOT DELIVERABLE
AS ADDRESSED
UNABLE TO FORWARD

NOT DELIVERABLE
AS ADDRESSED
UNABLE TO FORWARD

FIRST CLASS

MEWBOURNE OIL COMPANY

500 W. TEXAS, SUITE 1020
MIDLAND, TEXAS 79701

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

August 29, 2003

Certified Mail-Return Receipt No. 1385

Mr. & Mrs. Ben C. Cavender
4506 ½ Pasadena Avenue
Wichita Falls, Texas 76310-2416

Re: La Huerta "30" Fee #1 Well
S/2 of Section 30, T21S, R27E
Eddy County, New Mexico

Dear Mr. & Mrs. Cavender:

Mewbourne Oil Company (Mewbourne) hereby offers to purchase a three (3) year paid-up Oil and Gas Lease from you on the basis of \$150.00 per net mineral acre with such lease providing a 3/16 royalty interest, subject to proportionate reduction. This is in regard to your full mineral interest owned in the Southwest corner of Lot 10, Block Eleven of the La Huerta Subdivision, an addition to the City of Carlsbad, being located in the SE/4 of the captioned Section 30, containing .2617 acres, more or less.

In reference to the above, Mewbourne as Operator hereby proposes to drill the subject well at a surface location 2114' From the South Line (FSL) and 2816' From the West Line (FWL) of the adjoining Section 29, T21S, R27E and directionally drilling same to a bottom hole location of 750' FSL & 700' FEL of the captioned Section 30. Such well will be drilled to a depth sufficient to adequately evaluate the Morrow formation, estimated total vertical depth being approximately 11,725' beneath the surface with a total measured footage of 12,676'. The captioned 320 acres will be dedicated to the well for gas proration unit purposes.

In the event you elect not to lease your mineral interest as offered, Mewbourne invites your participation as a joint working interest owner in the proposed well as to your mineral ownership in the referenced land. In this connection, enclosed for your consideration and execution is an Authorization For Expenditure (AFE) dated June 18, 2003 which is an estimated well cost for the subject well. Should you elect to participate in the proposed well, please sign the AFE and return same to me. Upon our receipt of same, I will forward you our proposed Operating Agreement for the above proposed well and our invoice for your proportionate part of the estimated well cost.

Mr. & Mrs. Ben C. Cavender
La Huerta "30" Fee #1 Well

August 29, 2003
Page -2-

The above lease offer is subject to your immediate acceptance and Mewbourne's approval of title.

Please call should you have any questions regarding the above.

Sincerely yours,

MEWBOURNE OIL COMPANY

A handwritten signature in dark ink, appearing to read "Paul Haden", written in a cursive style.

D. Paul Haden
Senior Landman

DPH/gb

REGISTERED MAIL

FIRST CLASS

FIRST CLASS

0020 9192 1347

0000 0000 0000
00000000 0000 0000
0000000000 0000 0000

FIRST CLASS MAIL

FROM

MEWBOURNE OIL COMPANY

500 WEST TEXAS, SUITE 1020
MIDLAND, TEXAS 79701

SHIP TO

Mr. & Mrs. Benjamin C. Cavender
Route 1, Box 224
~~Buchanan Dam, Texas 78609~~

RETURN POSTAGE GUARANTEED



- ☐ MOVED, LEFT NO ADDRESS
- ☐ NOT DELIVERABLE AS ADDRESSED
- ☐ UNABLE TO FORWARD
- ☒ ATTEMPTED - NOT KNOWN
- ☐ UNCLAIMED ☐ REFUSED
- ☐ HIGH STREET - NAME
- ☐ LOST OR DESTROYED THIS ENVELOPE
- ☐ INCORRECT ADDRESS
- ☐ NO MAIL DELIVERABLE
- ☐ FOR CARRIER NO CARRIER

8-23

7000 0520 0020 92 1347
102595-02-M-1035
Domestic Return Receipt
PS Form 3811, August 2001
La Huerta 30 #1

2. Article Number
(Transfer from service label)

MEWBOURNE OIL COMPANY

500 W. TEXAS, SUITE 1020
MIDLAND, TEXAS 79701

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

August 20, 2003

Certified Mail-Return Receipt No. 1347

Mr. & Mrs. Benjamin C. Cavender
Route 1, Box 224
Buchanan Dam, Texas 78609

Re: La Huerta "30" Fee #1 Well
S/2 of Section 30, T21S, R27E
Eddy County, New Mexico

Dear Mr. & Mrs. Cavender:

Mewbourne Oil Company (Mewbourne) hereby offers to purchase a three (3) year paid-up Oil and Gas Lease from you on the basis of \$150.00 per net mineral acre with such lease providing a 3/16 royalty interest, subject to proportionate reduction. This is in regard to your full mineral interest owned in the Southwest corner of Lot 10, Block Eleven of the La Huerta Subdivision, an addition to the City of Carlsbad, being located in the SE/4 of the captioned Section 30, containing .2617 acres, more or less.

In reference to the above, Mewbourne as Operator hereby proposes to drill the subject well at a surface location 2114' From the South Line (FSL) and 2816' From the West Line (FWL) of the adjoining Section 29, T21S, R27E and directionally drilling same to a bottom hole location of 750' FSL & 700' FEL of the captioned Section 30. Such well will be drilled to a depth sufficient to adequately evaluate the Morrow formation, estimated total vertical depth being approximately 11,725' beneath the surface with a total measured footage of 12,676'. The captioned 320 acres will be dedicated to the well for gas proration unit purposes.

In the event you elect not to lease your mineral interest as offered, Mewbourne invites your participation as a joint working interest owner in the proposed well as to your mineral ownership in the referenced land. In this connection, enclosed for your consideration and execution is an Authorization For Expenditure (AFE) dated June 18, 2003 which is an estimated well cost for the subject well. Should you elect to participate in the proposed well, please sign the AFE and return same to me. Upon our receipt of same, I will forward you our proposed Operating Agreement for the above proposed well and our invoice for your proportionate part of the estimated well cost.

Mr. & Mrs. Benjamin C. Cavender
La Huerta "30" Fee #1 Well

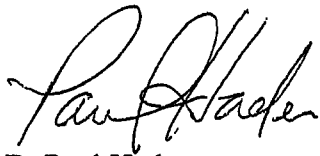
August 20, 2003
Page -2-

The above lease offer is subject to your immediate acceptance and Mewbourne's approval of title.

Please call should you have any questions regarding the above.

Sincerely yours,

MEWBOURNE OIL COMPANY

A handwritten signature in cursive script, appearing to read "D. Paul Haden".

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

January 14, 2004

Certified Mail-Return Receipt No. 5234

J.P. Morgan Chase Bank,
Trustee of the Leigh Cardwell Irrevocable Trust
P.O. Box 2558
Houston, Texas 77252-8033
Attn: Mr. Roy Buckley

Re: MOC's La Huerta "30" #1-Y Well
S/2 of Section 30, T21S, R27E
Eddy County, New Mexico

Dear Mr. Buckley:

Enclosed for your information is a copy of our Authorization For Expenditure (AFE) dated January 13, 2004 for the captioned proposed replacement well. Drilling operations for the initial proposed well were commenced November 9, 2003 with such well being drilled to a total depth of 1,551'. Loss circulation and other mechanical problems were encountered while drilling and the well was plugged and abandoned November 15, 2003.

Regarding the above, Mewbourne Oil Company as Operator hereby proposes drilling the La Huerta "30" #1-Y Well as a replacement well for the previously plugged and abandoned La Huerta "30" #1 Well. Such well will be drilled at a different surface location in the SE/4 of the adjoining Section 19 to a bottom hole location in the SE/4 of the captioned Section 30 to a depth sufficient to adequately evaluate the Morrow formation estimated total vertical depth being 11,725' beneath the surface. In the event the Cardwell Trust elects to participate in the subject proposed well as to its mineral interest in the captioned land, please sign the enclosed AFE and I will forward you our proposed Operating Agreement for your execution.

For your information, the previous pooling hearing is being reopened at an examiner's hearing in Santa Fe, New Mexico January 22, 2004 as Mewbourne will be drilling the referenced replacement well at a new surface location 823' FSL & 945' FEL of the adjoining Section 19 in T21S, R27E, Eddy County. In the event the Trust is not interested in participating in the proposed well, no further action is required by the Trust. The Trust's interest (if any) will be pooled.

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

Sincerely yours,

MEWBOURNE OIL COMPANY



D. Paul Haden
Senior Landman

DPH/gb

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:

J.P. Morgan Chase Bank
P.O. Box 2558
Houston, Texas 77252-8033
Attn: Mr. Roy Buckley

2. Article Number

(Transfer from service label)

7003 1680 0006 6283 5234

PS Form 3811, August 2001

Domestic Return Receipt

102595-02-M-1540

Lahuerta 30#1-Y

COMPLETE THIS SECTION ON DELIVERY

A. Signature

X

[Handwritten Signature]

☐ Agent

☐ Addressee

B. Received by (Printed Name)

JAN 10 2001

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

December 2, 2003

Certified Mail-Return Receipt No. 4800

J.P. Morgan Chase Bank
Trustee of the Leigh Cardwell
Irrevocable Trust
P.O. Box 2558
Houston, Texas 77252-8033
Attn: Mr. Roy Buckley

Re: Case No. 13158
Order No. R-12057
MOC's La Huerta "30" Fee #1 Well
S/2 of Section 30, T21S, R27E
Eddy County, New Mexico

Dear Mr. Buckley:

Enclosed for your information and further consideration and action is a copy of Compulsory Pooling Order R-12057 issued by the New Mexico Oil Conservation Division (NMOCD) regarding the referenced proposed well.

Pursuant to Ordering Paragraph (8) on Page (3) of the referenced Order, the Cardwell Trust is given the opportunity to pay its proportionate part of the estimated well cost of the captioned well in lieu of the Cardwell interest being force pooled under the terms of the referenced Order. According to title examination, the Cardwell Trust owns a .0009609 unit decimal interest in the captioned proposed unit. Attached for your information is a copy of our Authorization For Expenditure (AFE) which is our estimated well cost for the proposed well. In the event the Cardwell Trust elects to participate in the proposed well, please sign and return the enclosed AFE with the Cardwell Trust's payment to Mewbourne Oil Company in the amount of \$5,609.19 (\$1,433,000 x .0009609) which is your portion of the estimated well cost.

In the event the Cardwell Trust elects not to participate in the proposed well, no further action on your part is required. The Cardwell Trust's interest will be deemed as being force pooled under the terms of the referenced Order.

J.P. Morgan Chase Bank
MOC's La Huerta "30" Fee #1

December 2, 2003
Page -2-

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

Sincerely yours,

MEWBOURNE OIL COMPANY



D. Paul Haden
Senior Landman

DPH/gb

xc: Family Eldercare, Inc.
Guardian for Martha Leigh Cardwell
2210 Hancock Drive
Austin, Texas 78756
Attn: Ms. Wendy Schaeffer

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:

J.P. Morgan Chase Bank
P.O. Box 2558
Houston, Texas 77252-8033
Attn: Mr. Roy Buckley

2. Article Number

(Transfer from service label)

7003 1680 0006 6283 4800

PS Form 3811, August 2001

Domestic Return Receipt

102595-02-M-1540

La Huerta 30 Fee #1

COMPLETE THIS SECTION ON DELIVERY

A. Signature

X *[Signature]*

☐ Agent

☐ Addressee

B. Received by (Printed Name)

C. Date of Delivery

D. Is delivery address different from item 1?
If YES, enter delivery address below: ☐ No

DEC 05 2001

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 20, 2003

Certified Mail-Return Receipt No. 1323

J.P. Morgan Chase Bank,
Trustee of the Leigh Cardwell
Irrevocable Trust
P.O. Box 2558
Houston, Texas 77252-8033
Attn: Mr. Roy Buckley

→ (713) 216-4484

Re: La Huerta "30" Fee #1 Well
S/2 of Section 30, T21S, R27E
Eddy County, New Mexico

Ladies and Gentlemen:

Mewbourne Oil Company (Mewbourne) hereby offers to purchase a three (3) year paid-up Oil and Gas Lease from the Leigh Cardwell Irrevocable Trust (the Trust) on the basis of \$150.00 per net mineral acre with such lease providing a 3/16 royalty interest, subject to proportionate reduction. This is in regard to the Trust's undivided 1/3 mineral interest owned in the West 110 feet of Lot Three and all of Lot Four, Block 8 of the La Huerta Subdivision, save and except two tracts of land in the South 191.929 feet of the West 397 feet thereof and the East 117 feet of the West 514 feet of the North 176.929 feet of the South 191.929 feet thereof, said land containing 3.7577 acres, more or less in the SW/4 of Section 30, T21S, R27E, Eddy County, New Mexico.

In reference to the above, Mewbourne as Operator hereby proposes to drill the subject well at a surface location 2114' From the South Line (FSL) and 2816' From the West Line (FWL) of the adjoining Section 29, T21S, R27E and directionally drilling same to a bottom hole location of 750' FSL & 700' FEL of the captioned Section 30. Such well will be drilled to a depth sufficient to adequately evaluate the Morrow formation, estimated total vertical depth being approximately 11,725' beneath the surface with a total measured footage of 12,676'. The captioned 320 acres will be dedicated to the well for gas proration unit purposes.

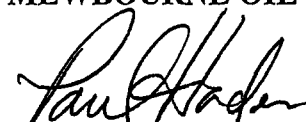
In the event the Trust elects not to lease its mineral interest as offered, Mewbourne invites the Trust's participation as a joint working interest owner in the proposed well as to its mineral ownership in the referenced land. In this connection, enclosed for the Trust's consideration and execution is an Authorization For Expenditure (AFE) dated June 18, 2003 which is an estimated well cost for the subject well. Should the Trust elect to participate in the proposed well, please have the AFE executed on behalf of the the Trust and return same to me. Upon our receipt of same, I will forward the Trust our proposed Operating Agreement for the above proposed well and our invoice for the Trust's proportionate part of the estimated well cost.

The above lease offer is subject to the Trust's immediate acceptance and Mewbourne's approval of title.

Please call should you have any questions regarding the above.

Sincerely yours,

MEWBOURNE OIL COMPANY



D. Paul Haden
Senior Landman

DPH/gb

*Per Roy Buckley - He says the Trust
owns no interest in Eddy County. He requested
documentation as to title being brought into
Martha Leigh Cardwell. Pkt. 8/25/03*

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:

J.P. Morgan Chase Bank,
Trustee of the Leigh

Cardwell Irrevocable Trust
P.O. Box 2558

Houston, TX 77252-8033

Attn: Mr. Roy Buckley

2. Article Number

(Transfer from service label)

1000 0520 0020 9192 1323

PS Form 3811, August 2001

Domestic Return Receipt

102595-02-M-1035

Return Receipt 30 Fee #1

COMPLETE THIS SECTION ON DELIVERY

A. Signature

X 

☐ Agent
☐ Addressee

B. Received By (Printed Name)

Aug 25 2003
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

Jack Madison
Petroleum Landman

Office: 915-756-2434
Fax: 915-756-4514

P.O. Box 746
Stanton, TX 79782

March 28, 2003

J.P. Morgan Chase Bank
Trustee of the Leigh Cardwell Irrevocable Trust
P.O. Box 2558
Houston, TX 77252-8033
Attn: Roy Buckley

Re: 3.7577 acres out of Lots Three & Four,
Block 8 - La Huerta Subdivision
SW/4 Sec. 30 T-21S R-27E
Eddy County, NM

Dear Roy:


Mewbourne Oil Company is interested in acquiring an oil and gas lease covering the your interest in the captioned 3.7577 acres. We have already been successful in acquiring all of the larger tracts and almost all of the smaller tracts.

We are acquiring these leases on the following terms:

\$150 per net mineral acre
Three (3) year primary term
3/16ths royalty

We hope to have your cooperation and will be happy to answer any questions you may have. I can be reached toll-free at 1-877-850-1651, days, evenings, or weekends. Please let me know if all is in order and I will mail you a check in the amount of **\$187.90** (3.7577 ac. x 1/3 x \$150/ac.) along with our lease for your execution. You can then return the fully executed and notarized lease to me at your first convenience. Thank you and I look forward to working with you.

Sincerely,


Jack Madison

MEWBOURNE OIL COMPANY

500 W. TEXAS, SUITE 1020
MIDLAND, TEXAS 79701

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

January 14, 2004

Certified Mail-Return Receipt No. 5241

Family Eldercare, Inc.,
Guardian for Martha Leigh Cardwell
2210 Hancock Drive
Austin, Texas 78756
Attn: Ms. Wendy Schaeffer

Re: MOC's La Huerta "30" #1-Y Well
S/2 of Section 30, T21S, R27E
Eddy County, New Mexico

Dear Ms. Schaeffer:

Enclosed for your information is a copy of our Authorization For Expenditure (AFE) dated January 13, 2004 for the captioned proposed replacement well. Drilling operations for the initial proposed well were commenced November 9, 2003 with such well being drilled to a total depth of 1,551'. Loss circulation and other mechanical problems were encountered while drilling and the well was plugged and abandoned November 15, 2003.

Regarding the above, Mewbourne Oil Company as Operator hereby proposes drilling the La Huerta "30" #1-Y Well as a replacement well for the previously plugged and abandoned La Huerta "30" #1 Well. Such well will be drilled at a different surface location in the SE/4 of the adjoining Section 19 to a bottom hole location in the SE/4 of the captioned Section 30 to a depth sufficient to adequately evaluate the Morrow formation estimated total vertical depth being 11,725' beneath the surface. In the event the Cardwell interest elects to participate in the subject proposed well as to its mineral interest in the captioned land, please sign the enclosed AFE and I will forward you our proposed Operating Agreement for your execution.

For your information, the previous pooling hearing is being reopened at an examiner's hearing in Santa Fe, New Mexico January 22, 2004 as Mewbourne will be drilling the referenced replacement well at a new surface location 823' FSL & 945' FEL of the adjoining Section 19 in T21S, R27E, Eddy County. In the event the Cardwell interest is not interested in participating in the proposed well, no further action is required by the Cardwell interest. The Cardwell interest (if any) will be pooled.

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

Sincerely yours,

MEWBOURNE OIL COMPANY



D. Paul Haden
Senior Landman

DPH/gb

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:

Family Eldercare, Inc.
2210 Hancock Drive
Austin, Texas 78756
Attn: Ms. Wendy Schaeffer

2. Article Number
(Transfer from service label)

7003 1680 0006 6283 5241

PS Form 3811, August 2001

Domestic Return Receipt

102595-02-M-1540

La Huerta 3041-V

COMPLETE THIS SECTION ON DELIVERY

A. Signature

X

Rose Blanchard

☐ Agent

☒ Addressee

B. Received by (Printed Name)

Rose Blanchard

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

December 2, 2003

Certified Mail-Return Receipt No. 4817

Family Eldercare, Inc.
Guardian for Martha Leigh Cardwell
2210 Hancock Drive
Austin, Texas 78756
Attn: Ms. Wendy Schaeffer

Re: Case No. 13158
Order No. R-12057
MOC's La Huerta "30" Fee #1 Well
S/2 of Section 30, T21S, R27E
Eddy County, New Mexico

Dear Ms. Schaeffer:

Enclosed for your information and further consideration and action is a copy of Compulsory Pooling Order R-12057 issued by the New Mexico Oil Conservation Division (NMOCD) regarding the referenced proposed well.

Pursuant to Ordering Paragraph (8) on Page (3) of the referenced Order, Family Eldercare, Inc. as Guardian for Martha Leigh Cardwell is given the opportunity to pay its proportionate part of the estimated well cost of the captioned well in lieu of the Cardwell interest being force pooled under the terms of the referenced Order. According to title examination, Martha Leigh Cardwell owns a .0039143 unit decimal interest in the captioned proposed unit. Attached for your information is a copy of our Authorization For Expenditure (AFE) which is our estimated well cost for the proposed well. In the event Family Eldercare, Inc. elects to participate in the proposed well, please sign and return the enclosed AFE with Family Eldercare, Inc.'s payment to Mewbourne Oil Company in the amount of \$5,609.19 (\$1,433,000 x .0039143) which is Cardwell's portion of the estimated well cost.

In the event the Cardwell interest elects not to participate in the proposed well, no further action on your part is required. The Cardwell interest will be deemed as being force pooled under the terms of the referenced Order.

Family Eldercare, Inc.
MOC's La Huerta "30" Fee #1

December 2, 2003
Page -2-

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

Sincerely yours,

MEWBOURNE OIL COMPANY



D. Paul Haden
Senior Landman

DPH/gb

xc: J.P. Morgan Chase Bank
Trustee of the Leigh Cardwell
Irrevocable Trust
P.O. Box 2558
Houston, Texas 77252-8033
Attn: Mr. Roy Buckley

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:

Family Eldercare, Inc.
2210 Hancock Drive
Austin, Texas 78756
Attn: Ms. Wendy Schaeffer

2. Article Number

(Transfer from service label)

7003 1680 0006 6283 4817

PS Form 3811, August 2001

Domestic Return Receipt

102595-02-M-1540

La Huerta 30 Fee #1

COMPLETE THIS SECTION ON DELIVERY

A. Signature

X

Rose Blanchard

☐ Agent☐ Addressee

B. Received by (Printed Name)

Rose Blanchard

C. Date of Delivery

12/5/03

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

P.O. BOX 7698
TYLER, TEXAS 75711

Bank of America, N.A.
TYLER, TEXAS

008579

12/05/2002

32-2
1110

PAY **EXACTLY** **1879000** DOLLARS \$ 187.90

TO
THE
ORDER
OF

FAMILY ELDERCARE, INC.
GUARDIAN FOR MARTHA LEIGH CARDWELL
2210 HANCOCK DRIVE
AUSTIN, TX 78756

MEWBOURNE OIL COMPANY
LEASEHOLD ACCOUNT

Allen Brinson

⑈008579⑈ ⑆111000025⑆ 008394192278⑈

Security features are included.
Details on back.

MEWBOURNE OIL COMPANY

DETACH AND RETAIN THIS STUB
THIS CHECK IS FOR PAYMENT OF ITEMS DESCRIBED BELOW
IF INCORRECT PLEASE NOTIFY US PROMPTLY. NO RECEIPT NECESSARY.

LA HUERTA "30" PROSPECT - EDDY COUNTY, NEW MEXICO

PAYMENT IN FULL FOR OIL AND GAS LEASE COVERING A 1/3 MINERAL
INTEREST IN A 3.7577 ACRE TRACT OF LAND IN THE LA HUERTA
SUBDIVISION OF SECTION 30, T21S, R27E

\$187.90

For Wendy Schaeffer - Attn:
for Martha Leigh Cardwell.
They have no authority to sign OGL
unless guardianship proceeding
in New Mexico was obtained. The
litigation cost to obtain the
guardianship is not worth the
effort regarding the benefit obtained
from the ~~process~~ guardianship proceeding.
For Wendy. Accordingly, Wendy has no problem
w/ our force pooling the Cardwell interest.

PA
10-1-03

MEWBOURNE OIL COMPANY

500 W. TEXAS, SUITE 1020
MIDLAND, TEXAS 79701

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

May 7, 2003

Certified Mail-Return Receipt No. 0265

Family Eldercare, Inc.
Legal Guardian for Martha Leigh Cardwell
2210 Hancock Drive
Austin, Texas 78756

Re: MOC's La Huerta "30" #1 Well
S/2 of Section 30, T21S, R27E
Eddy County, New Mexico

Ladies and Gentlemen:

To date we have not received the executed Oil and Gas Lease dated November 25, 2002 which Jack Madison had previously sent you for execution with our check #8579 for \$187.90 for Martha Leigh Cardwell's behalf.

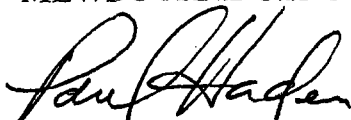
Regarding the above, please sign the duplicate enclosed lease in the presence of a Notary Public and return to me in the enclosed postage paid envelope. For your reference, I've also included a copy of the referenced check which you have apparently cashed.

In the event we do not receive the requested executed Oil and Gas Lease, Martha Leigh Cardwell's mineral interest will be force pooled at an Examiner's hearing in Santa Fe, New Mexico at the offices of the New Mexico Oil Conservation Division. If this occurs, Martha Leigh Cardwell will not receive any oil and gas revenues attributable to the royalty interest provided for in the reference Oil and Gas Lease. Accordingly, we are requesting that your firm conclude its fiduciary obligation as the Guardian of Martha Leigh Cardwell in this matter by properly executing and returning the enclosed referenced Oil and Gas Lease.

Should you have any questions regarding the above, please call. Your cooperation in connection with the above would be appreciated.

Sincerely yours,

MEWBOURNE OIL COMPANY



D. Paul Haden
Senior Landman

DPH/gb

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:

Family Eldercare, Inc.
2210 Brook Lane
Austin, TX 78756

MAY 14 2003

2. Article Number

(Transfer from service label)

7000 0520 0020 9192 0265

PS Form 3811, August 2001

Domestic Return Receipt

Ja Huerta 30" #1

102595-02-M-1035

COMPLETE THIS SECTION ON DELIVERY

A. Signature

B. Received by (Printed Name)

C. Date of Delivery

D. Is delivery address different from item 1? ☐ Yes ☒ No
If YES, enter delivery address below:

3. Service Type

- ☒ Certified Mail
- ☐ Registered
- ☐ Insured Mail
- ☐ Express Mail
- ☒ Return Receipt for Merchandise
- ☐ C.O.D.

4. Restricted Delivery? (Extra Fee) ☐ Yes ☒ No

MEWBOURNE OIL COMPANY

500 W. TEXAS, SUITE 1020
MIDLAND, TEXAS 79701

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

January 21, 2003

Family Eldercare, Inc.
Guardian for Martha Leigh Cardwell
2210 Hancock Drive
Austin, TX 78756

Re: MOC's La Huerta "30" #1 Well
S/2 of Section 30, T21S, R27E
Eddy County, New Mexico

Gentlemen:

To date we have not received the executed Oil and Gas Lease from you regarding Martha Leigh Cardwell's mineral interest in a 3.7577 acre tract of land located in the SW/4 of the captioned Section 30. Is there a problem? If so, please call me at (915) 682-3715.

In the event you decide not to lease to Mewbourne Oil Company on the previously agreed terms, we would appreciate your returning our check #8579 dated December 5, 2002 for \$187.90 to me at your very earliest convenience along with the unexecuted Oil and Gas Lease currently in your possession.

Please call should you have any questions regarding the above.

Sincerely yours,

MEWBOURNE OIL COMPANY



D. Paul Haden
Senior Landman

DPH/gb

Jack Madison
Petroleum Landman

Office: 915-756-2434
Fax: 915-756-4514

P.O. Box 746
Stanton, TX 79782

November 22, 2002

Family Eldercare
for the account of Martha Leigh Cardwell
Austin, TX
attn: Caroline Melendez

Re: 3.7577 acres out of Lots Three and Four,
Block 8, La Huerta Subdivision
SW/4 Sec. 30 T-21S R-27E
Eddy County, NM

Gentlemen:


I am enclosing for your review and execution an oil and gas lease covering Ms. Cardwell's $1/3$ interest in the captioned 3.7577 acres. We have already been successful in acquiring all of the larger tracts and almost all of the smaller tracts.

We are acquiring these leases on the following terms:

\$150 per net mineral acre
Three (3) year primary term
 $3/16$ ths royalty

We hope to have your cooperation and will be happy to answer any questions you may have. I can be reached toll-free at 1-877-850-1651, days, evenings, or weekends. Please let me know if the lease is satisfactory and I will mail you a check in the amount of \$187.90 (3.7577 ac. x $1/3$ x \$150/ac.) You can then return the fully executed and notarized lease to me in the return envelope I have enclosed. Thank you and I look forward to working with you.

Sincerely,


Jack Madison

SENDER: COMPLETE THIS SECTION

- Complete items 1, 2, and 3. Also complete item 4 if Restricted Delivery is desired.
- Write 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:

Mr. & Mrs. R.E. Fox
Route 1, Box 29
Carlsbad, N.M. 88220

2. Article Number

(Transfer from service label)

7000 0520 0020 9192 1330

PS Form 3811, August 2001

Domestic Return Receipt

102595-02-M-1035

La Huerta 30 Feb #1

COMPLETE THIS SECTION ON DELIVERY

A. Signature

X

☐ Agent

☐ Addressee

B. Received by (Printed Name)

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

7000 0520 0020 9192 1330

FROM	
MEWBOURNE OIL COMPANY 500 WEST TEXAS, SUITE 1020 MIDLAND, TEXAS 79701	
SHIP TO	
Mr. & Mrs. R.E. Fox Route 1, Box 29 Carlsbad, New Mexico 88220	
RETURN POSTAGE GUARANTEED	

FIRST CLASS MAIL

☒ No Postage Necessary if Mailed in U.S.
☐ Insufficient Address
☐ Incorrect Postage
☐ Undelivered - No Address
☐ Attempted - Not Known
☐ No Such Street
☐ No Such Number
☐ No Mail Receipt
☐ Post Office - No Order
☐ Postmarking Order Missing

* * *
 1968
 0110
 5229
 06
 06
 06

MEWBOURNE OIL COMPANY

500 W. TEXAS, SUITE 1020
MIDLAND, TEXAS 79701

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

August 20, 2003

Certified Mail-Return Receipt No. 1330

Mr. & Mrs. R.E. Fox
Route 1, Box 29
Carlsbad, New Mexico 88220

Re: La Huerta "30" Fee #1 Well
S/2 of Section 30, T21S, R27E
Eddy County, New Mexico

Dear Mr. & Mrs. Fox:

Mewbourne Oil Company (Mewbourne) hereby offers to purchase a three (3) year paid-up Oil and Gas Lease from you on the basis of \$150.00 per net mineral acre with such lease providing a 3/16 royalty interest, subject to proportionate reduction. This is in regard to your full mineral interest owned in the center one-third of Lots 9 and 11, Block Eleven of the La Huerta Subdivision, an addition to the City of Carlsbad, being located in the SE/4 of the captioned Section 30, containing 3.505 acres, more or less.

In reference to the above, Mewbourne as Operator hereby proposes to drill the subject well at a surface location 2114' From the South Line (FSL) and 2816' From the West Line (FWL) of the adjoining Section 29, T21S, R27E and directionally drilling same to a bottom hole location of 750' FSL & 700' FEL of the captioned Section 30. Such well will be drilled to a depth sufficient to adequately evaluate the Morrow formation, estimated total vertical depth being approximately 11,725' beneath the surface with a total measured footage of 12,676'. The captioned 320 acres will be dedicated to the well for gas proration unit purposes.

In the event you elect not to lease your mineral interest as offered, Mewbourne invites your participation as a joint working interest owner in the proposed well as to your mineral ownership in the referenced land. In this connection, enclosed for your consideration and execution is an Authorization For Expenditure (AFE) dated June 18, 2003 which is an estimated well cost for the subject well. Should you elect to participate in the proposed well, please sign the AFE and return same to me. Upon our receipt of same, I will forward you our proposed Operating Agreement for the above proposed well and our invoice for your proportionate part of the estimated well cost.

Mr. & Mrs. R.E. Fox
La Huerta "30" Fee #1 Well

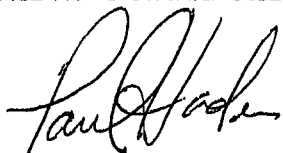
August 20, 2003
Page -2-

The above lease offer is subject to your immediate acceptance and Mewbourne's approval of title.

Please call should you have any questions regarding the above.

Sincerely yours,

MEWBOURNE OIL COMPANY

A handwritten signature in cursive script, appearing to read "D. Paul Haden".

D. Paul Haden
Senior Landman

DPH/gb

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

Mr. & Mrs. Dennis A. Morris
234 E. Fern
Redlands, CA 92373

2. Article Number

(Transfer from service label)

7000 0520 0020 9192 1316

PS Form 3811, August 2001

Domestic Return Receipt

102595-02-M-1035

La Huerta 30 Fee #1

COMPLETE THIS SECTION ON DELIVERY

A. Signature

X

☐ Agent

☐ Addressee

B. Received by (Printed Name)

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

FROM

MEWBOURNE OIL COMPANY

500 WEST TEXAS, SUITE 1020
MIDLAND, TEXAS 79701

SHIP TO

Mr. & Mrs. Dennis A. Morris
234 E. Fern
Redlands, CA 92373

Delivered
Address Verified
No such street
No such office in ZIP code
Do not return to sender unless advised

RETURN POSTAGE GUARANTEED

POST OFFICE
LA HUERTA 30

FIRST CLASS MAIL



7000 0520 0020 9192 1316

FIRST CLASS

FIRST CLASS

FIRST CLASS

MEWBOURNE OIL COMPANY

500 W. TEXAS, SUITE 1020
MIDLAND, TEXAS 79701

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

August 20, 2003

Certified Mail-Return Receipt No. 1316

Mr. & Mrs. Dennis A. Morris
234 E. Fern
Redlands, CA 92373

Re: La Huerta "30" Fee #1 Well
S/2 of Section 30, T21S, R27E
Eddy County, New Mexico

Dear Mr. & Mrs. Morris:

Mewbourne Oil Company (Mewbourne) hereby offers to purchase a three (3) year paid-up Oil and Gas Lease from you on the basis of \$150.00 per net mineral acre with such lease providing a 3/16 royalty interest, subject to proportionate reduction. This is in regard to your full mineral interest owned in Lots 1 and 3 in the Wiley Subdivision of Lots Four, Six and Eight of Block 14, of the La Huerta Subdivision, an addition to the City of Carlsbad, being located in the SE/4 of the captioned Section 30, containing 2.5 acres, more or less.

In reference to the above, Mewbourne as Operator hereby proposes to drill the subject well at a surface location 2114' From the South Line (FSL) and 2816' From the West Line (FWL) of the adjoining Section 29, T21S, R27E and directionally drilling same to a bottom hole location of 750' FSL & 700' FEL of the captioned Section 30. Such well will be drilled to a depth sufficient to adequately evaluate the Morrow formation, estimated total vertical depth being approximately 11,725' beneath the surface with a total measured footage of 12,676'. The captioned 320 acres will be dedicated to the well for gas proration unit purposes.

In the event you elect not to lease your mineral interest as offered, Mewbourne invites your participation as a joint working interest owner in the proposed well as to your mineral ownership in the referenced land. In this connection, enclosed for your consideration and execution is an Authorization For Expenditure (AFE) dated June 18, 2003 which is an estimated well cost for the subject well. Should you elect to participate in the proposed well, please sign the AFE and return same to me. Upon our receipt of same, I will forward you our proposed Operating Agreement for the above proposed well and our invoice for your proportionate part of the estimated well cost.

Mr. & Mrs. Dennis A. Morris
La Huerta "30" Fee #1 Well

August 20, 2003
Page -2-

The above lease offer is subject to your immediate acceptance and Mewbourne's approval of title.

Please call should you have any questions regarding the above.

Sincerely yours,

MEWBOURNE OIL COMPANY

A handwritten signature in black ink, appearing to read "D. Paul Haden". The signature is fluid and cursive, with the first name "D." and last name "Haden" clearly distinguishable.

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

January 14, 2004

Certified Mail-Return Receipt No. 5210

Burlington Northern and
Santa Fe Railway Company
2505 Lakeview, Suite 210
Amarillo, Texas 79109
Attn: Mr. Greg Golladay

Re: MOC's La Huerta "30" #1-Y Well
S/2 of Section 30, T21S, R27E
Eddy County, New Mexico

Dear Greg:

Enclosed for your information is a copy of our Authorization For Expenditure (AFE) dated January 13, 2004 for the captioned proposed replacement well. As previously discussed, drilling operations for the initial proposed well were commenced November 9, 2003 with such well being drilled to a total depth of 1,551'. Loss circulation and other mechanical problems were encountered while drilling and the well was plugged and abandoned November 15, 2003.

Regarding the above, Mewbourne Oil Company as Operator hereby proposes drilling the La Huerta "30" #1-Y Well as a replacement well for the previously plugged and abandoned La Huerta "30" #1 Well. Such well will be drilled at a different surface location in the SE/4 of the adjoining Section 19 to a bottom hole location in the SE/4 of the captioned Section 30 to a depth sufficient to adequately evaluate the Morrow formation estimated total vertical depth being 11,725' beneath the surface. In the event Burlington elects to participate in the subject proposed well as to its mineral interest in the captioned land, please have the enclosed AFE signed on behalf of Burlington and I will forward you our proposed Operating Agreement for Burlington's execution.

In the event Burlington elects not to participate in the proposed replacement well, Mewbourne is still willing to lease Burlington's mineral interest as was previously offered. In this connection, Mewbourne hereby offers to purchase an Oil and Gas Lease from Burlington on the basis of \$150.00 per net mineral acre for a primary term of three (3) years with such lease providing for a three-sixteenths (3/16ths) royalty interest. If Burlington accepts such offer, please contact me and I will forward you a lease for Burlington's execution.

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

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

December 22, 2003

Certified Mail-Return Receipt No. 5067

Burlington Northern and
Santa Fe Railway Company
2505 Lakeview, Suite 210
Amarillo, Texas 79109
Attn: Mr. Greg Golladay

Re: MOC's La Huerta "30" #1-Y Well
S/2 of Section 30, T21S, R27E
Eddy County, New Mexico

Dear Greg:

Enclosed for your information is a copy of our Authorization For Expenditure (AFE) dated December 19, 2003 for the captioned proposed replacement well. As previously discussed, drilling operations for the initial proposed well were commenced November 9, 2003 with such well being drilled to a total depth of 1,551'. Loss circulation and other mechanical problems were encountered while drilling and the well was plugged and abandoned November 15, 2003.

Regarding the above, Mewbourne Oil Company as Operator hereby proposes drilling the La Huerta "30" #1-Y Well as a replacement well for the previously plugged and abandoned La Huerta "30" #1 Well. Such well will be drilled at a different surface location in the NW/4 of the adjoining Section 29 to a bottom hole location in the SE/4 of the captioned Section 30 to a depth sufficient to adequately evaluate the Morrow formation estimated total vertical depth being 11,725' beneath the surface. In the event Burlington elects to participate in the subject proposed well as to its mineral interest in the captioned land, please have the enclosed AFE signed on behalf of Burlington and I will forward you our proposed Operating Agreement for Burlington's execution.

In the event Burlington elects not to participate in the proposed replacement well, Mewbourne is still willing to lease Burlington's mineral interest as was previously offered. In this connection, Mewbourne hereby offers to purchase an Oil and Gas Lease from Burlington on the basis of \$150.00 per net mineral acre for a primary term of three (3) years with such lease providing for a three-sixteenths (3/16ths) royalty interest. If Burlington accepts such offer, please contact me and I will forward you a lease for Burlington's execution.

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

Sincerely yours,

MEWBOURNE OIL COMPANY



D. Paul Haden
Senior Landman

DPH/gb

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:

Burlington Northern and
Santa Fe Railway Company
2505 Lakeview, Suite 210
Amarillo, Texas 79109
Attn: Mr. Greg Golladay

2. Article Number

(Transfer from service label)

7003 1680 0006 6283 5067

PS Form 3811, August 2001

Domestic Return Receipt

102595-02-M-1540

COMPLETE THIS SECTION ON DELIVERY

A. Signature

X

☐ Agent

☐ Addressee

B. Received by (Printed Name)

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

La Huerta 30 #1-Y



Devon Energy Corporation
20 North Broadway
Oklahoma City, Oklahoma 73102-8260
Fax 405-552-8113

December 16, 2003

Burlington Northern and
Santa Fe Railway Company
2505 Lakeview, Suite 210
Amarillo, Texas 79109
Attn: Greg Golladay

RE: LaHuerta "30" #1
S/2 Section 30-T21S-R27E
Eddy County, New Mexico

Gentlemen:

Devon Energy Production Company, L.P. ("Devon") is in receipt of a copy of Mewbourne Oil Company's Compulsory Pooling Order R-12057 covering the drilling and completion of the referenced well. Please be advised that Devon elects not to exercise its lease option pursuant to that certain Lease Option Agreement dated September 30, 1987 with regard to the interest covered by said Order.

If there are any questions or if additional information is required, feel free to call me at (405) 552-4633.

Yours very truly,

DEVON ENERGY PRODUCTION COMPANY, L.P.

Ken Gray
Senior Land Advisor

KG:
Enclosures

cc: Mewbourne Oil Company
500 West Texas, Suite 1020
Midland, Texas 79701
Attn: Paul Haden

Greg Colladay w/ Burlington Northern -

Called this date and advised me that Devon would probably participate w/ the Burlington interest. He said I should get in touch w/ Ken Gray w/ Devon. Called Greg and advised him I would be in touch w/ Ken, advised him we J&A'd our initial well and told him Devon would probably not participate since the well was J&A'd.

PH 12/10/03

Ken Gray w/ Devon -

Called Ken this date & left message for him to call me regarding their participation in our well.

PH.

12/10/03

Per Ken Gray w/ Devon -

They are not going to exercise their first right of refusal to acquire a lease covering the Burlington interest.

PH.

12/15/03

MEWBOURNE OIL COMPANY

500 W. TEXAS, SUITE 1020
MIDLAND, TEXAS 79701

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

December 2, 2003

Certified Mail-Return Receipt No. 4794

Burlington Northern and
Santa Fe Railway Company
2505 Lakeview, Suite 210
Amarillo, Texas 78109
Attn: Mr. Greg Golladay

Re: Case No. 13158
Order No. R-12057
MOC's La Huerta "30" Fee #1 Well
S/2 of Section 30, T21S, R27E
Eddy County, New Mexico

Dear Mr. Golladay:

Enclosed for your information and further consideration and action is a copy of Compulsory Pooling Order R-12057 issued by the New Mexico Oil Conservation Division (NMOCD) regarding the referenced proposed well.

Pursuant to Ordering Paragraph (8) on Page (3) of the referenced Order, Burlington Northern and Santa Fe Railway Company (Burlington) is given the opportunity to pay its proportionate part of the estimated well cost of the captioned well in lieu of the Burlington interest being force pooled under the terms of the referenced Order. According to title examination, Burlington owns a .0047343 unit decimal interest in the captioned proposed unit. Attached for Burlington's information is a copy of our Authorization For Expenditure (AFE) which is our estimated well cost for the proposed well. In the event Burlington elects to participate in the proposed well, please sign and return the enclosed AFE with Burlington's payment to Mewbourne Oil Company in the amount of \$6,784.25 (\$1,433,000 x .0047343) which is Burlington's portion of the estimated well cost.

In the event Burlington elects not to participate in the proposed well, no further action on your part is required. Burlington's interest will be deemed as being force pooled under the terms of the referenced Order.

Burlington Northern and
Santa Fe Railway Company
MOC's La Huerta "30" Fee #1

December 2, 2003
Page -2-

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

Sincerely yours,

MEWBOURNE OIL COMPANY



D. Paul Haden
Senior Landman

DPH/gb

xc: Devon Energy Production Company, L.P.
20 North Broadway, Suite 1500
Oklahoma City, Oklahoma 73102
Attn: Mr. Ken Gray

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:

Burlington Northern and
Santa Fe Railway Company
2505 Lakeview, Suite 210
Amarillo, Texas 78109
Attn: Mr. Greg Golladay

2. Article Number

(Transfer from service label)

7003 1680 0006 6283 4794

PS Form 3811, August 2001

Domestic Return Receipt

102595-02-M-1540

La Huerta 30 Dec #1

COMPLETE THIS SECTION ON DELIVERY

A. Signature

x *Greg Golladay*

☐ Agent

☐ Addressee

B. Received by (Printed Name)

Greg Golladay

C. Date of Delivery

12-8-03

D. Is delivery address different from item 1? If YES, enter delivery address below:

☐ Yes

☐ 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 20, 2003

Certified Mail-Return Receipt No. 1361

Burlington Northern and
Santa Fe Railway Company
2505 Lakeview, Suite 210
Amarillo, Texas 79109
Attn: Mr. Greg Golladay

Re: MOC's LaHuerta "30" #1 Well
S/2 of Section 30, T21S, R27E
Eddy County, New Mexico

Dear Mr. Golladay:

Mewbourne Oil Company (Mewbourne) as Operator hereby proposes to drill the subject well at a surface location 2114' From the South Line (FSL) and 2816' From the West Line (FWL) of the adjoining Section 29, T21S, R27E and directionally drilling same to a bottom hole location of approximately 750' FSL & 700' FEL of the captioned Section 30. Such well will be drilled to a depth sufficient to adequately evaluate the Morrow formation, estimated total vertical depth being approximately 11,725' beneath the surface with a total measured footage of 12,676'. The captioned 320 acres will be dedicated to the well for gas proration unit purposes as prescribed by the NMOCD.

In reference to the above proposed well, Mewbourne offers to purchase a three (3) year paid-up Oil and Gas Lease covering the Burlington Northern and Santa Fe Railway Company's (railroad) mineral interest, if any, of the railroad's mineral interest underlying the captioned S/2 of Section 30 on the basis of a lease bonus payment of \$1,000 with such lease providing a 3/16 royalty interest.

In the event the railroad elects not to lease its mineral interest, if any, as offered, the railroad is afforded the opportunity to join in the proposed well to the extent of its mineral interest in the captioned proposed gas spacing unit. Enclosed for the railroad's consideration is our Authorization For Expenditure (AFE) which is an estimated well cost for the above proposed well. In the event the railroad elects to participate to the extent of its interest, please sign and return the AFE to me and I will forward you Mewbourne's Operating Agreement for execution.

Burlington Northern and
Santa Fe Railway Company
MOC's La Huerta "30" #1

August 20, 2003
Page -2-

Regarding the above, I would be happy to meet with you to discuss our proposal. Please call me at your earliest convenience in this regard. For our information, Mewbourne has plans to commence drilling operations on the referenced well on or about October 25, 2003. It is my understanding that Devon Energy may have the first right of refusal regarding the proposed lease. In this regard I have sent Ken Gray of Devon Energy a copy of this letter with the AFE for his further handling.

Sincerely yours,

MEWBOURNE OIL COMPANY



D. Paul Haden
Senior Landman

DPH/gb

xc: Devon Energy Production Company, L.P.
20 North Broadway, Suite 1500
Oklahoma City, Oklahoma 73102
Attn: Mr. Ken Gray

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:

Burlington Northern and
Santa Fe Railway Company
2505 Lovegood, Suite 210
Omaha, NE 68109
Attn: Mr. Greg Golladay

COMPLETE THIS SECTION ON DELIVERY

A. Signature Greg Golladay ☐ Agent

B. Received by (Printed Name) Greg Golladay ☐ Addressee

C. Date of Delivery 8-27-93

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)

7000 0520 0020 9192 1361

PS Form 3811, August 2001

Domestic Return Receipt

La Huerta 30 #1