

# **BURLINGTON RESOURCES**

**SAN JUAN DIVISION**

November 20, 1996

Henry P. Isham, Jr. Deceased  
First National Bank of Chicago Agent for V.M. Isham & R.T. Isham  
Trustee of Henry P. Isham Estate  
ATTN: MS. GAYLE COTTON  
1400 One Dallas Center  
Dallas, TX 75201

**RE: BURLINGTON RESOURCES OIL & GAS COMPANY  
OFFER TO PURCHASE NON-PRODUCING INTEREST  
AND/OR REQUEST TO PARTICIPATE IN DEEP TEST WELL**

**State and Fee Leases**

**T31N-R10W, NMPM**

Section 3: Lots 10 thru 13, SW¼

Section 4: SE¼

Section 9: Lots 3 thru 12, N½NE¼

Section 10: Lots 1 thru 7, NW¼NW¼

Containing 1255.18 acres

**FEDERAL LEASE SF 078389-A**

**T31N-R10W, NMPM**

Section 11: Lots 1 thru 16

Section 12: Lots 1 thru 8 and 10 thru 15

Containing 1116.96 acres

**San Juan County, New Mexico**

<b>BEFORE EXAMINER CATANACH</b>	
<b>OIL CONSERVATION DIVISION</b>	
EXHIBIT NO.	<u>L</u>
CASE NO.	<u>11808 + 11809</u>

Dear V.M. and R.T. Isham:

Sometime in the first quarter of 1997 Burlington Resources Oil & Gas Company is planning to drill a deep test well (below the currently deepest producing horizon) to evaluate the Pennsylvanian formation (approximately 14,000 feet) in a prospect that includes the referenced lands and leases that you own a working interest in. This well is very high risk (10% success probability) and very expensive (Estimated 1.2 Million dry hole cost; \$1.7 Million through completion).

This well will have a proposed 640 acre spacing unit and as a working interest owner you will have the right to participate in the well for your proportionate share of your acreage within the spacing unit. The parties will enter into a mutually acceptable AAPL Form 610-1982 Operating

**DEC 9 - REC'D**