## BURLINGTON

MID-CONTINENT DIVISION

July 21, 1997

El Paso "23" Federal No. 2 1120' FNL & 2630' FEL Section 23, T26S-R30E Eddy County, New Mexico

To: Working Interest Owners (List Attached)

By letter dated June 2, 1997, Burlington Resources (BR) proposed drilling the captioned well at a location of 1320' FNL & 2639' FEL. Subsequent to said proposal BR learned that a portion of the proposed wellsite covered an archeological site. Inasmuch as it would be very costly to mitigate the archeological site, BR hereby notifies you that the location of the captioned well will be moved 200 feet north and 9 feet east to a new location of 1120' FNL & 2630' FEL Section 23, T26S, R30E, Eddy County, New Mexico. The estimated costs of \$1.987,300 to drill, complete and equip the well shall remain the same at the new location.

For those working interest owners that have yet to elect to participate in the drilling of the well or go non-consent in accordance with Operating Agreement dated July 1, 1997, Burlington Resources hereby offers to either purchase or farmin your interest subject to the following terms and conditions:

- 1) PURCHASE BR shall agree to purchase your interest in the N/2 of section 23, T26S, R30E, for \$250.00 per net acre, subject to existing burdens of record as of June 2, 1997.
- 2) FARMIN BR shall agree to farmin your interest in the N/2 of section 23, T26S, R30E, subject to the delivery to BR of a seventy eight percent (78%) net revenue interest.

BR's offers to purchase or farmin hereinabove shall expire on October 1, 1997.

Should you have any questions regarding this matter or require additional information, please contact the undersigned at (915) 688-9044.

Sincerely.

Rick Gallegos Senior Landman \_

> **BEFORE THE OIL CONSERVATION COMMISSION**

Case No.11837 Exhibit No. Submitted By:

Burlington Resources

Hearing Date: August 21, 1997 3300 N. 'A" St., Bldg. 6, 73705-5406, P.O. Box 51810, Midland, Texas 79710-1810, Telephone 915-688-6800

## **WORKING INTEREST OWNERS**

Burlington Resources Oil & Gas Company P. O. Box 51810 Midland, Texas 79710-1810

Geodyne Nominee Corporation Two W. Second Street Tulsa, Oklahoma 74103-3104

Ralph E. Williamson Box 994 Midland, Texas 79702

J. C. Williamson
Box 16
Midland, Texas 79702

Trade Exploration Corp. 3400 City Center Tower II 301 Commerce Street Fort Worth, Texas 76102

Jacque Oil and Gas Limited 3400 City Center Tower II 301 Commerce Street Fort Worth, Texas 76102

Duer Wagner III
3400 City Center Tower II
301 Commerce Street
Fort Worth, Texas 76102

Byran C. Wagner 3400 City Center Tower II 301 Commerce Street Fort Worth, Texas 76102

Lois G. Williamson 802 Palomino Midland, Texas 79705 James D. Finley
3400 City Center Tower II
301 Commerce Street
Fort Worth, Texas 76102

Dennis P. Corkoran 1001 Loop 360 South Building L, Suite 100 Austin, Texas 78746

David John Andrews 1001 Loop 360 South Building L, Suite 100 Austin, Texas 78746

H. E. Patterson 3400 City Center Tower II 301 Commerce Street Fort Worth, Texas 76102

Finwing Corporation P. O. Box 10886 Midland, Texas 79702

Costilla Energy, Inc. 400 W. Illinois Midland, Texas 79701

K P Acquisition Corp. 500 West Texas, Suite 1450 Midland, Texas 79701

ICA Energy, Inc. 700 N. Grant Odessa, Texas 79761

C. W. Trainer
P. O. Box 754
Midland, Texas 79702