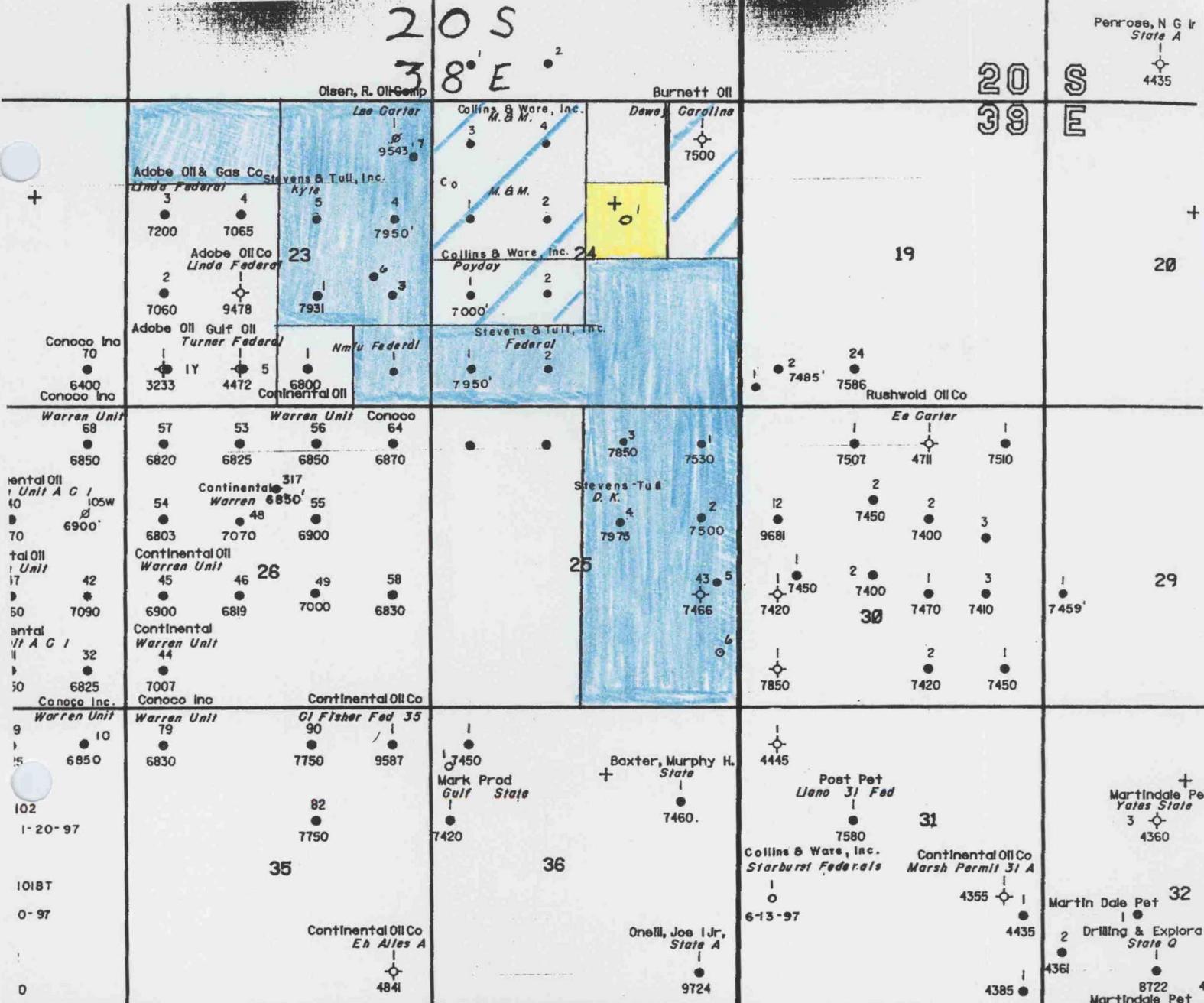


PIAT/DOI



- STEVENS & TULL, INC.'S TERRY #1
- OTHER STEVENS & TULL, INC. LEASEHOLD

11/3/97

TERRY #1 DOI
SW/4 NE/4 SECTION 24,
T-20-S, R-38-E, N.M.P.M.
LEA COUNTY, NEW MEXICO

WORKING INTEREST OWNERS:

INTEREST

STEVENS & TULL, INC. P.O. BOX 11005 MIDLAND, TEXAS 79702	87.32638% (LH)
YATES PETROLEUM CORPORATION 105 SOUTH 4TH STREET ARTESIA, NEW MEXICO	11.11111% (LH)
LIBERTY TRUST COMPANY, TRUSTEE FOR THE BENEFIT OF THE MONTGOMERY/WALKER 1970 TRUST c/o JOHN E. PATTERSON, JR. 5555 NORTH GRAND BLVD. OKLAHOMA CITY, OK. 73112	1.56250% (MI)
	----- 100.00000%

LH - LEASEHOLD INTEREST
MI - MINERAL INTEREST

KELLAHIN AND KELLAHIN

ATTORNEYS AT LAW
EL PATIO BUILDING

117 NORTH GUADALUPE

POST OFFICE BOX 2265

SANTA FE, NEW MEXICO 87504-2265

TELEPHONE (505) 982-4285
TELEFAX (505) 982-2047

W. THOMAS KELLAHIN*

*NEW MEXICO BOARD OF LEGAL SPECIALIZATION
RECOGNIZED SPECIALIST IN THE AREA OF
NATURAL RESOURCES-OIL AND GAS LAW

JASON KELLAHIN (RETIRED 1991)

October 14, 1997

TO: ALL INTERESTED PARTIES ENTITLED TO NOTICE
OF THE HEARING OF THE FOLLOWING NEW MEXICO
OIL CONSERVATION DIVISION CASE:

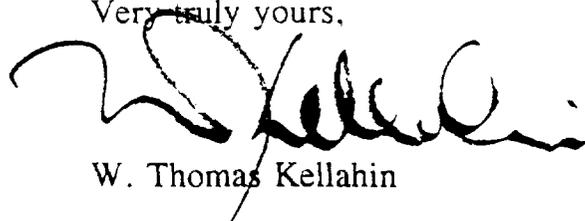
*Re: Application of Stevens & Tull, Inc.
for Compulsory Pooling, Lea County, New Mexico*

On behalf of Stevens & Tull, Inc., please find enclosed our application for an compulsory pooling for its Terry Well No. 1 which has been set for hearing on the New Mexico Oil Conservation Division Examiner's docket now scheduled for November 6, 1997. The hearing will be held at the Division hearing room located in Santa Fe, New Mexico.

As an interest owner who may be affected by this application, we are notifying you of your right to appear at the hearing and participate in this case, including the right to present evidence either in support of or in opposition to the application. Failure to appear at the hearing may preclude you from any involvement in this case at a later date.

Pursuant to the Division's Memorandum 2-90, you are further notified that if you desire to appear in this case, then you are requested to file a Pre-Hearing Statement with the Division not later than 4:00 PM on Friday, October 31, 1997, with a copy delivered to the undersigned.

Very truly yours,



W. Thomas Kellahin

cc: BY CERTIFIED MAIL-RETURN RECEIPT REQUESTED
to all parties listed in application

Is your RETURN ADDRESS completed on the reverse side?

SF

Stevens & Tull, Inc.
Terry Well No. 1
November 6, 1997
10/14/97

What we can
if space
Article number
and the date

I also wish to receive the following services (for an extra fee):

- 1. Addressee's Address
 - 2. Restricted Delivery
- Consult postmaster for fee.

3. Article Addressed to:

Liberty Trust Company
c/o John E Patterson, Jr.
5555 North Grand Blvd.
Oklahoma City, OK 73112

4a. Article Number
P551305 280

4b. Service Type
 Registered Insured
 Certified COD
 Express Mail Return Receipt for Merchandise

7. Date of Delivery
10-20-97

5. Signature (Addressee)

8. Addressee's Address (Only if requested and fee is paid)

6. Signature (Agent)
[Handwritten Signature]

Thank you for using Return Receipt Service.

Is your RETURN ADDRESS completed on the reverse side?

SENT

- Com
- Com
- Print
- Print
- Atta
- does n
- Writ
- The
- delivere

Stevens & Tull, Inc.
Terry Well No. 1
November 6, 1997
10/15/97

What we can
if space
Article number
and the date

I also wish to receive the following services (for an extra fee):

- 1. Addressee's Address
 - 2. Restricted Delivery
- Consult postmaster for fee.

3. Article Addressed to:

Yates Petroleum Corporation
105 5th Street
Artesia, NM 88210

4a. Article Number
P551305 279

4b. Service Type
 Registered Insured
 Certified COD
 Express Mail Return Receipt for Merchandise

7. Date of Delivery
10/17/97

5. Signature (Addressee)
JOANN GRIGGS

8. Addressee's Address (Only if requested and fee is paid)

6. Signature (Agent)
[Handwritten Signature]

Thank you for using Return Receipt Service.