



Manzano Oil Corporation

October 2, 1998

Estates of Charles and Hilda St. Martin
1652 Hedland Place
El Dorado Hills, CA 95630

P.O. Box 2107
Roswell, New Mexico 88202-2107
(505) 623-1996
FAX (505) 625-2620

Re: Odyssey #1 Well
S/2SE/4 Section 2, 16S-36E
Lea County, New Mexico

Gentlemen:

We are proposing the drilling of the Odyssey #1 well in the S/2SE/4 of Section 2, T-16-S, R-36-E, Lea County, New Mexico. The legal location for the well is 1149' FSL and 1370' FEL and will be drilled to a depth of 11,800' to test the Strawn Formation.

Originally we planned to drill a completely new well starting and ending at the above legal location but due to economic conditions we have decided to re-enter the "SV" Killer Bee #1 well at a surface location of 487' FSL and 1270' FEL of Section 2, 16S-36E. We plan to go down approximately 9,000' in the wellbore of the "SV" Killer Bee #1 well and kick the well over to an ending location of 1149' FSL and 1370' FEL.

You were sent a previous letter from Manzano Oil Corporation asking you to participate in the drilling of the Odyssey #1 well and we have also extended an opportunity to lease your mineral rights. We have enclosed an amended AFE for the drilling of the Odyssey #1 well and request your participation in the drilling of the well. Your election to participate shall be evidenced by your execution of an AFE and Joint Operating Agreement, naming Manzano Oil Corporation as operator, and payment of your proportionate share of the drilling cost.

We would appreciate you notifying us as to your election as soon as possible as we anticipate commencing the well in the near future. Should you respond affirmatively, Manzano will provide a Joint Operating Agreement along with an invoice from your drilling cost.

Thank you for your prompt attention to this matter, and let me know if you should have any questions in this regard.

Sincerely,

Debbi Jeffers

Encl: AFE dated October 1, 1998

BEFORE THE
OIL CONSERVATION DIVISION
Santa Fe, New Mexico

Case No. 12049 Exhibit No. 5

Submitted by: Manzano Oil Corporation

Hearing Date: October 8, 1998



Manzano Oil Corporation

October 2, 1998

Mr. Charles F. Aniser
800 FM 1417 Apt 1225
Sherman, TX 75090

P.O. Box 2107
Roswell, New Mexico 88202-2107
(505) 623-1996
FAX (505) 625-2620

Re: Odyssey #1 Well
S/2SE/4 Section 2, 16S-36E
Lea County, New Mexico

Dear Mr. Aniser:

We are proposing the drilling of the Odyssey #1 well in the S/2SE/4 of Section 2, T-16-S, R-36-E, Lea County, New Mexico. The legal location for the well is 1149' FSL and 1370' FEL and will be drilled to a depth of 11,800' to test the Strawn Formation.

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Sincerely,


Debbi Jeffers

Encl: AFE dated October 1, 1998



Manzano Oil Corporation

October 2, 1998

Ms. Lula Sewell
3266 Paseo Gallita
San Clemente, CA 92672

P.O. Box 2107
Roswell, New Mexico 88202-2107
(505) 623-1996
FAX (505) 625-2620

Re: Odyssey #1 Well
S/2SE/4 Section 2, 16S-36E
Lea County, New Mexico

Dear Ms. Sewell:

We are proposing the drilling of the Odyssey #1 well in the S/2SE/4 of Section 2, T-16-S, R-36-E, Lea County, New Mexico. The legal location for the well is 1149' FSL and 1370' FEL and will be drilled to a depth of 11,800' to test the Strawn Formation.

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Debbi Jeffers

Encl: AFE dated October 1, 1998



Manzano Oil Corporation

October 2, 1998

Mr. Louis Warn
160 Kanaka Flaps Road
Jacksonville, OR 97530

P.O. Box 2107
Roswell, New Mexico 88202-2107
(505) 623-1996
FAX (505) 625-2620

Re: Odyssey #1 Well
S/2SE/4 Section 2, 16S-36E
Lea County, New Mexico

Dear Mr. Warn:

We are proposing the drilling of the Odyssey #1 well in the S/2SE/4 of Section 2, T-16-S, R-36-E, Lea County, New Mexico. The legal location for the well is 1149' FSL and 1370' FEL and will be drilled to a depth of 11,800' to test the Strawn Formation.

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Sincerely,

Debbi Jeffers

Encl: AFE dated October 1, 1998



Manzano Oil Corporation

October 2, 1998

Mr. Sim H. Levy
401 S. Turner
Hobbs, NM 88240

P.O. Box 2107
Roswell, New Mexico 88202-2107
(505) 623-1996
FAX (505) 625-2620

Re: Odyssey #1 Well
S/2SE/4 Section 2, 16S-36E
Lea County, New Mexico

Dear Mr. Levy:

We are proposing the drilling of the Odyssey #1 well in the S/2SE/4 of Section 2, T-16-S, R-36-E, Lea County, New Mexico. The legal location for the well is 1149' FSL and 1370' FEL and will be drilled to a depth of 11,800' to test the Strawn Formation.

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Debbi Jeffers

Encl: AFE dated October 1, 1998



Manzano Oil Corporation

October 2, 1998

Beverly Powers, Estate of
Earl C. Peterson
5215 Shenandoah Ave.
Los Angeles, CA 90056

P.O. Box 2107
Roswell, New Mexico 88202-2107
(505) 623-1996
FAX (505) 625-2620

Re: Odyssey #1 Well
S/2SE/4 Section 2, 16S-36E
Lea County, New Mexico

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Sincerely,



Debbi Jeffers

Encl: AFE dated October 1, 1998



Manzano Oil Corporation

October 2, 1998

P.O. Box 2107
Roswell, New Mexico 88202-2107
(505) 623-1996
FAX (505) 625-2620

Ms. Susan Hummel
1009 N. Glendale Blvd., No. B
Glendale, CA 91206

Re: Odyssey #1 Well
S/2SE/4 Section 2, 16S-36E
Lea County, New Mexico

Dear Ms. Hummel:

We are proposing the drilling of the Odyssey #1 well in the S/2SE/4 of Section 2, T-16-S, R-36-E, Lea County, New Mexico. The legal location for the well is 1149' FSL and 1370' FEL and will be drilled to a depth of 11,800' to test the Strawn Formation.

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Debbi Jeffers

Encl: AFE dated October 1, 1998



Manzano Oil Corporation

October 2, 1998

P.O. Box 2107
Roswell, New Mexico 88202-2107
(505) 623-1996
FAX (505) 625-2620

Louise Augereau
1080 Foxburg Rd. Apt 2161
Seal Beach, CA 90740

Re: Odyssey #1 Well
S/2SE/4 Section 2, 16S-36E
Lea County, New Mexico

Dear Ms. Augereau:

We are proposing the drilling of the Odyssey #1 well in the S/2SE/4 of Section 2, T-16-S, R-36-E, Lea County, New Mexico. The legal location for the well is 1149' FSL and 1370' FEL and will be drilled to a depth of 11,800' to test the Strawn Formation.

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Debbi Jeffers

Encl: AFE dated October 1, 1998



Manzano Oil Corporation

October 2, 1998

P.O. Box 2107
Roswell, New Mexico 88202-2107
(505) 623-1996
FAX (505) 625-2620

Estate of E.D. Baring-Gould
P.O. Box 50609
Santa Barbara, CA 93150

Re: Odyssey #1 Well
S/2SE/4 Section 2, 16S-36E
Lea County, New Mexico

Gentlemen:

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Debbi Jeffers

Encl: AFE dated October 1, 1998



Manzano Oil Corporation

October 2, 1998

P.O. Box 2107
Roswell, New Mexico 88202-2107
(505) 623-1996
FAX (505) 625-2620

Mr. Russell A. Braun
P.O. Box 463
Columbia, IL 62236

Re: Odyssey #1 Well
S/2SE/4 Section 2, 16S-36E
Lea County, New Mexico

Dear Mr. Braun:

We are proposing the drilling of the Odyssey #1 well in the S/2SE/4 of Section 2, T-16-S, R-36-E, Lea County, New Mexico. The legal location for the well is 1149' FSL and 1370' FEL and will be drilled to a depth of 11,800' to test the Strawn Formation.

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Encl: AFE dated October 1, 1998



Manzano Oil Corporation

October 2, 1998

P.O. Box 2107
Roswell, New Mexico 88202-2107
(505) 623-1996
FAX (505) 625-2620

Mr. Joseph Day
P.O. Box 230
LaMesa, CA 91944

Re: Odyssey #1 Well
S/2SE/4 Section 2, 16S-36E
Lea County, New Mexico

Dear Mr. Day:

We are proposing the drilling of the Odyssey #1 well in the S/2SE/4 of Section 2, T-16-S, R-36-E, Lea County, New Mexico. The legal location for the well is 1149' FSL and 1370' FEL and will be drilled to a depth of 11,800' to test the Strawn Formation.

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Debbi Jeffers

Encl: AFE dated October 1, 1998



Manzano Oil Corporation

October 2, 1998

P.O. Box 2107
Roswell, New Mexico 88202-2107
(505) 623-1996
FAX (505) 625-2620

Robert S. Leonard
P.O. Box 254
Lakehead, CA 96051

Re: Odyssey #1 Well
S/2SE/4 Section 2, 16S-36E
Lea County, New Mexico

Dear Mr. Leonard:

We are proposing the drilling of the Odyssey #1 well in the S/2SE/4 of Section 2, T-16-S, R-36-E, Lea County, New Mexico. The legal location for the well is 1149' FSL and 1370' FEL and will be drilled to a depth of 11,800' to test the Strawn Formation.

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Debbi Jeffers

Encl: AFE dated October 1, 1998



Manzano Oil Corporation

October 2, 1998

P.O. Box 2107
Roswell, New Mexico 88202-2107
(505) 623-1996
FAX (505) 625-2620

Mr. Bill G. Taylor and
Mr. Harvey R. Taylor
1106 N. Country Club Road
Carlsbad, NM 88220

Re: Odyssey #1 Well
S/2SE/4 Section 2, 16S-36E
Lea County, New Mexico

Gentlemen:

We are proposing the drilling of the Odyssey #1 well in the S/2SE/4 of Section 2, T-16-S, R-36-E, Lea County, New Mexico. The legal location for the well is 1149' FSL and 1370' FEL and will be drilled to a depth of 11,800' to test the Strawn Formation.

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Debbi Jeffers

Encl: AFE dated October 1, 1998



Manzano Oil Corporation

October 2, 1998

Mr. Chad Michael Madrick
19862 Lombardy Lane
Yorba Linda, CA 92886-2855

P.O. Box 2107
Roswell, New Mexico 88202-2107
(505) 623-1996
FAX (505) 625-2620

Re: Odyssey #1 Well
S/2SE/4 Section 2, 16S-36E
Lea County, New Mexico

Dear Mr. Madrick:

We are proposing the drilling of the Odyssey #1 well in the S/2SE/4 of Section 2, T-16-S, R-36-E, Lea County, New Mexico. The legal location for the well is 1149' FSL and 1370' FEL and will be drilled to a depth of 11,800' to test the Strawn Formation.

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Manzano Oil Corporation

October 2, 1998

P.O. Box 2107
Roswell, New Mexico 88202-2107
(505) 623-1996
FAX (505) 625-2620

Mr. Lloyd B. Hill
1860 Braemar Road
Pasadena, CA 91103

Re: Odyssey #1 Well
S/2SE/4 Section 2, 16S-36E
Lea County, New Mexico

Dear Mr. Hill

We are proposing the drilling of the Odyssey #1 well in the S/2SE/4 of Section 2, T-16-S, R-36-E, Lea County, New Mexico. The legal location for the well is 1149' FSL and 1370' FEL and will be drilled to a depth of 11,800' to test the Strawn Formation.

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Encl: AFE dated October 1, 1998



Manzano Oil Corporation

October 2, 1998

Ms. Pamela Mendoza
234 N. Jackson, No. B
Glendale, CA 91206

P.O. Box 2107
Roswell, New Mexico 88202-2107
(505) 623-1996
FAX (505) 625-2620

Re: Odyssey #1 Well
S/2SE/4 Section 2, 16S-36E
Lea County, New Mexico

Dear Ms. Mendoza:

We are proposing the drilling of the Odyssey #1 well in the S/2SE/4 of Section 2, T-16-S, R-36-E, Lea County, New Mexico. The legal location for the well is 1149' FSL and 1370' FEL and will be drilled to a depth of 11,800' to test the Strawn Formation.

Originally we planned to drill a completely new well starting and ending at the above legal location but due to economic conditions we have decided to re-enter the "SV" Killer Bee #1 well at a surface location of 487' FSL and 1270' FEL of Section 2, 16S-36E. We plan to go down approximately 9,000' in the wellbore of the "SV" Killer Bee #1 well and kick the well over to an ending location of 1149' FSL and 1370' FEL.

You were sent a previous letter from Manzano Oil Corporation asking you to participate in the drilling of the Odyssey #1 well and we have also extended an opportunity to lease your mineral rights. We have enclosed an amended AFE for the drilling of the Odyssey #1 well and request your participation in the drilling of the well. Your election to participate shall be evidenced by your execution of an AFE and Joint Operating Agreement, naming Manzano Oil Corporation as operator, and payment of your proportionate share of the drilling cost.

We would appreciate you notifying us as to your election as soon as possible as we anticipate commencing the well in the near future. Should you respond affirmatively, Manzano will provide a Joint Operating Agreement along with an invoice from your drilling cost.

Thank you for your prompt attention to this matter, and let me know if you should have any questions in this regard.

Sincerely,

A handwritten signature in cursive script, appearing to read "Debbi Jeffers".

Debbi Jeffers

Encl: AFE dated October 1, 1998



Manzano Oil Corporation

October 2, 1998

Ms. Lillian Macubbin
230 S. Eureka Street
Redlands, CA 92373

P.O. Box 2107
Roswell, New Mexico 88202-2107
(505) 623-1996
FAX (505) 625-2620

Re: Odyssey #1 Well
S/2SE/4 Section 2, 16S-36E
Lea County, New Mexico

Dear Ms. Macubbin:

We are proposing the drilling of the Odyssey #1 well in the S/2SE/4 of Section 2, T-16-S, R-36-E, Lea County, New Mexico. The legal location for the well is 1149' FSL and 1370' FEL and will be drilled to a depth of 11,800' to test the Strawn Formation.

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Debbi Jeffers

Encl: AFE dated October 1, 1998



Manzano Oil Corporation

October 2, 1998

International Church of the
Foursquare Gospel, Inc.
3516 Kiest Crest Drive
Dallas, TX 75233

P.O. Box 2107
Roswell, New Mexico 88202-2107
(505) 623-1996
FAX (505) 625-2620

RE: Odyssey #1 Well
S/2SE/4 Section 2, 16S-36E
Lea County, New Mexico

Gentlemen:

We are proposing the drilling of the Odyssey #1 well in the S/2SE/4 of Section 2, T-16-S, R-36-E, Lea County, New Mexico. The legal location for the well is 1149' FSL and 1370' FEL and will be drilled to a depth of 11,800' to test the Strawn Formation.

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Debbi Jeffers

Encl: AFE dated October 1, 1998



Manzano Oil Corporation

October 2, 1998

Mr. Peter A. Panagopoulos
1805 Sandy Lane
Carlsbad, NM 88220

P.O. Box 2107
Roswell, New Mexico 88202-2107
(505) 623-1996
FAX (505) 625-2620

Re: Odyssey #1 Well
S/2SE/4 Section 2, 16S-36E
Lea County, New Mexico

Dear Mr. Panagopoulos:

We are proposing the drilling of the Odyssey #1 well in the S/2SE/4 of Section 2, T-16-S, R-36-E, Lea County, New Mexico. The legal location for the well is 1149' FSL and 1370' FEL and will be drilled to a depth of 11,800' to test the Strawn Formation.

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Debbi Jeffers

Encl: AFE dated October 1, 1998



Manzano Oil Corporation

October 2, 1998

P.O. Box 2107
Roswell, New Mexico 88202-2107
(505) 623-1996
FAX (505) 625-2620

Convalescent Aid Society
3255 E. Foothill Blvd.
Pasadena, CA 91107

Re: Odyssey #1 Well
S/2SE/4 Section 2, 16S-36E
Lea County, New Mexico

Gentlemen:

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Debbi Jeffers

Encl: AFE dated October 1, 1998

P 382 74J 556

US Postal Service
Receipt for Certified Mail

Postage Coverage Provided.
Do not use for International Mail. (See reverse)

Sent to: G & H Hovey & Thayer
 Street & Number: 25 N Canyon Club Road
 Post Office, State, & ZIP Code: ARCADIA NM 88222

Postage: \$.32
 Certified Fee: \$ 1.35

Special Delivery Fee: \$ 1.10
 Restricted Delivery Fee: \$ 1.10

Return Receipt Showing to Whom & Date Delivered: 1.10
 Return Receipt Showing to Whom & Date Delivered: 1.10

Date, & Addressee's Address: 1.10

TOTAL Postage & Fees: \$ 2.77

Postmark or Date: 1.10

P 382 74J 559

US Postal Service
Receipt for Certified Mail

Postage Coverage Provided.
Do not use for International Mail. (See reverse)

Sent to: Lillian MacBrien
 Street & Number: 330 S. Eureka St.
 Post Office, State, & ZIP Code: KEARNAS, CA 92373

Postage: \$.32
 Certified Fee: \$ 1.35

Special Delivery Fee: \$ 1.10
 Restricted Delivery Fee: \$ 1.10

Return Receipt Showing to Whom & Date Delivered: 1.10
 Return Receipt Showing to Whom & Date Delivered: 1.10

Date, & Addressee's Address: 1.10

TOTAL Postage & Fees: \$ 2.77

Postmark or Date: 1.10

P 382 74J 547

US Postal Service
Receipt for Certified Mail

No Insurance Coverage Provided.
Do not use for International Mail. (See reverse)

Sent to: Robert S. Leonard
 Street & Number: P.O. Box 354
 Post Office, State, & ZIP Code: Lakehead CA 94551

Postage: \$.32
 Certified Fee: \$ 1.35

Special Delivery Fee: \$ 1.10
 Restricted Delivery Fee: \$ 1.10

Return Receipt Showing to Whom & Date Delivered: 1.10
 Return Receipt Showing to Whom & Date Delivered: 1.10

Date, & Addressee's Address: 1.10

TOTAL Postage & Fees: \$ 2.77

Postmark or Date: 1.10

P 382 74J 554

US Postal Service
Receipt for Certified Mail

No Insurance Coverage Provided.
Do not use for International Mail. (See reverse)

Sent to: Lloyd B Hill
 Street & Number: 1866 Braemar Road
 Post Office, State, & ZIP Code: PASADENA CA 91103

Postage: \$.32
 Certified Fee: \$ 1.35

Special Delivery Fee: \$ 1.10
 Restricted Delivery Fee: \$ 1.10

Return Receipt Showing to Whom & Date Delivered: 1.10
 Return Receipt Showing to Whom & Date Delivered: 1.10

Date, & Addressee's Address: 1.10

TOTAL Postage & Fees: \$ 2.77

Postmark or Date: 1.10

P 382 74J 552

US Postal Service
Receipt for Certified Mail

No Insurance Coverage Provided.
Do not use for International Mail. (See reverse)

Sent to: Louise Augerette
 Street & Number: 1080 Forbes Rd Apt 2161
 Post Office, State, & ZIP Code: San Bern Co CA 90740

Postage: \$.32
 Certified Fee: \$ 1.35

Special Delivery Fee: \$ 1.10
 Restricted Delivery Fee: \$ 1.10

Return Receipt Showing to Whom & Date Delivered: 1.10
 Return Receipt Showing to Whom & Date Delivered: 1.10

Date, & Addressee's Address: 1.10

TOTAL Postage & Fees: \$ 2.77

Postmark or Date: 1.10

P 382 74J 550

US Postal Service
Receipt for Certified Mail

No Insurance Coverage Provided.
Do not use for International Mail. (See reverse)

Sent to: Salvador Ponce Estrada de Ercel Brizson
 Street & Number: Salvador Ponce Estrada de Ercel Brizson
 Post Office, State, & ZIP Code: Los Angeles CA 90056

Postage: \$.32
 Certified Fee: \$ 1.35

Special Delivery Fee: \$ 1.10
 Restricted Delivery Fee: \$ 1.10

Return Receipt Showing to Whom & Date Delivered: 1.10
 Return Receipt Showing to Whom & Date Delivered: 1.10

Date, & Addressee's Address: 1.10

TOTAL Postage & Fees: \$ 2.77

Postmark or Date: 1.10

P 382 74J 551

US Postal Service
Receipt for Certified Mail

No Insurance Coverage Provided.
Do not use for International Mail. (See reverse)

Sent to: Ernie de Ed Barrios - Garcia
 Street & Number: P.O. Box 52609
 Post Office, State, & ZIP Code: San Bernardino CA 92515

Postage: \$.32
 Certified Fee: \$ 1.35

Special Delivery Fee: \$ 1.10
 Restricted Delivery Fee: \$ 1.10

Return Receipt Showing to Whom & Date Delivered: 1.10
 Return Receipt Showing to Whom & Date Delivered: 1.10

Date, & Addressee's Address: 1.10

TOTAL Postage & Fees: \$ 2.77

Postmark or Date: 1.10

P 382 74J 548

US Postal Service
Receipt for Certified Mail

No Insurance Coverage Provided.
Do not use for International Mail. (See reverse)

Sent to: Joseph Day
 Street & Number: P.O. Box 230
 Post Office, State, & ZIP Code: LA MESA CA 91944

Postage: \$.32
 Certified Fee: \$ 1.35

Special Delivery Fee: \$ 1.10
 Restricted Delivery Fee: \$ 1.10

Return Receipt Showing to Whom & Date Delivered: 1.10
 Return Receipt Showing to Whom & Date Delivered: 1.10

Date, & Addressee's Address: 1.10

TOTAL Postage & Fees: \$ 2.77

Postmark or Date: 1.10

PS Form 3800, April 1995

PS Form 3800, April 1995

PS Form 3800, April 1995

P 382 74J 553

US Postal Service
Receipt for Certified Mail

No Insurance Coverage Provided.
Do not use for International Mail (See reverse)

PS Form 3800, April 1995

Sent to	FORNATIONAL CHURCH OF THE FOUR SQUARE GOSPEL INC.
Street & Number	5516 WEST CREST DR.
Post Office, State, & ZIP Code	DALLAS TX 75233
Postage	\$ 32
Certified Fee	1.35
Special Delivery Fee	
Restricted Delivery Fee	
Return Receipt Showing to Whom & Date Delivered	10
Return Receipt Showing to Whom, Date, & Addressee's Address	USPS 88201
TOTAL Postage & Fees	\$ 2.77
Postmark or Date	

P 382 74J 554

P 382 74J 562

US Postal Service
Receipt for Certified Mail

No Insurance Coverage Provided.
Do not use for International Mail (See reverse)

PS Form 3800, April 1995

Sent to	FER PANGAPALLOS
Street & Number	1805 SANDY LAKE
Post Office, State, & ZIP Code	CARLSBAD, NM 88220
Postage	\$.32
Certified Fee	1.35
Special Delivery Fee	
Restricted Delivery Fee	
Return Receipt Showing to Whom & Date Delivered	1.10
Return Receipt Showing to Whom, Date, & Addressee's Address	USPS 88201
TOTAL Postage & Fees	\$ 2.77
Postmark or Date	

P 382 74J 565

P 382 74J 546

US Postal Service
Receipt for Certified Mail

No Insurance Coverage Provided.
Do not use for International Mail (See reverse)

PS Form 3800, April 1995

Sent to	CONVALESCENT Aid Society
Street & Number	3255 E. FORTHILL BUD
Post Office, State, & ZIP Code	PASADENA CA 91107
Postage	\$ 32
Certified Fee	1.35
Special Delivery Fee	
Restricted Delivery Fee	
Return Receipt Showing to Whom & Date Delivered	1.10
Return Receipt Showing to Whom, Date, & Addressee's Address	USPS 88201
TOTAL Postage & Fees	\$ 2.77
Postmark or Date	

P 382 74J 560

PS Form 3800, April 1995

US Postal Service
Receipt for Certified Mail
No Insurance Coverage Provided.
Do not use for International Mail (See reverse)

Sent to	Penela Mendosa
Street & Number	834 N JACKSON No. B
Post Office, State, & ZIP Code	GLENDALE, CA 91206
Postage	\$ 32
Certified Fee	1.35
Special Delivery Fee	
Restricted Delivery Fee	
Return Receipt Showing to Whom & Date Delivered	1.10
Return Receipt Showing to Whom, Date, & Addressee's Address	USPS 88201
TOTAL Postage & Fees	\$ 2.77
Postmark or Date	

PS Form 3800, April 1995

US Postal Service
Receipt for Certified Mail
No Insurance Coverage Provided.
Do not use for International Mail (See reverse)

Sent to	Susan Hummel
Street & Number	1009 N. GLENDALE BLDG # B
Post Office, State, & ZIP Code	GLENDALE, CA 91206
Postage	\$ 32
Certified Fee	1.35
Special Delivery Fee	
Restricted Delivery Fee	
Return Receipt Showing to Whom & Date Delivered	1.10
Return Receipt Showing to Whom, Date, & Addressee's Address	USPS 88201
TOTAL Postage & Fees	\$ 2.77
Postmark or Date	

PS Form 3800, April 1995

US Postal Service
Receipt for Certified Mail
No Insurance Coverage Provided.
Do not use for International Mail (See reverse)

Sent to	Lisa Sewell
Street & Number	3266 PASCO GALLITT
Post Office, State, & ZIP Code	SHIN CLEMENTE, CA 92671
Postage	\$ 32
Certified Fee	1.35
Special Delivery Fee	
Restricted Delivery Fee	
Return Receipt Showing to Whom & Date Delivered	1.10
Return Receipt Showing to Whom, Date, & Addressee's Address	USPS 88201
TOTAL Postage & Fees	\$ 2.77
Postmark or Date	

Is your RETURN ADDRESS completed on the reverse side?

SENDER:

- Complete items 1 and/or 2 for additional services.
- Complete items 3, 4a, and 4b.
- Print your name and address on the reverse of this form so that we can return this card to you.
- Attach this form to the front of the mailpiece, or on the back if space does not permit.
- Write "Return Receipt Requested" on the mailpiece below the article number.
- The Return Receipt will show to whom the article was delivered and the date delivered.

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:

BILL G. & HARVEY R. TAYLOR
1102 N. COUNTRY CLUB ROAD
CARLSBAD, NM 88220

4a. Article Number

P 382 741 556

4b. Service Type

- Registered Certified
- Express Mail Insured
- Return Receipt for Merchandise COD

7. Date of Delivery

10-3-96

5. Received By: (Print Name)

6. Signature: (Addressee or Agent)

X Wanda Taylor

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

PS Form 3811, December 1994

Domestic Return Receipt

Thank you for using Return Receipt Service.

Is your RETURN ADDRESS completed on the reverse side?

SENDER:

- Complete items 1 and/or 2 for additional services.
- Complete items 3, 4a, and 4b.
- Print your name and address on the reverse of this form so that we can return this card to you.
- Attach this form to the front of the mailpiece, or on the back if space does not permit.
- Write "Return Receipt Requested" on the mailpiece below the article number.
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I also wish to receive the following services (for an extra fee):

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- 2. Restricted Delivery

Consult postmaster for fee.

3. Article Addressed to:

PETER PANAGODOULOS
1805 SANDY LANE
CARLSBAD, NM 88220

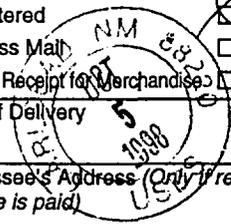
4a. Article Number

P 382 741 562

4b. Service Type

- Registered
- Express Mail
- Return Receipt for Merchandise
- Certified
- Insured
- COD

7. Date of Delivery



5. Received By: (Print Name)

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

6. Signature: (Addressee or Agent)

[Handwritten Signature]

PS Form 3811, December 1994

Domestic Return Receipt

Thank you for using Return Receipt Service.

MANZANO OIL CORPORATION
P.O. BOX 2107
ROSWELL, NEW MEXICO 88202-2107

AUTHORIZATION FOR EXPENDITURE

Directional Hole
kick off @ 9000'MD

Date: October 1, 1998

Lease/Well Odyssey #1 Location Surface: 487'FSL & 1270'FEL Sec 2, T16S, 36E
 Bottom Hole: 1149'FSL & 1370'FEL Sec 2, T16S, R36E County Lea State NM
 Prospect Turtle Proposed TD 11,800' TVD Objective Zones Strawn
 Type Well Explor/Oil Est Start Date Nov 15, 1998

<u>Intangible Costs:</u>	Dry Hole	Completion	Total
Directional Survey.....	\$ 4,000	\$	\$ 4,000
Location, Pit & Lease Restoration.....	2,000	2,500	4,500
Rig Mobilization.....	17,000		17,000
Bits.....	8,000		8,000
Drilling-Daywork: <u>19 days @ \$5000/day...</u>	95,000		95,000
Completion Rig: <u>10 days @ \$1500/day...</u>		15,000	15,000
Mud Logging.....	6,000		6,000
Drill Stem Tests: <u>No 1</u>	3,500		3,500
Roustabouts, Trucking.....	1,000		1,000
Mud Chemicals.....	6,000		6,000
Cement & Services - Surface.....			
- Set cement kick-off plug.....	6,000		6,000
- Production.....		12,000	12,000
Open Hole Logging & Sidewall Cores.....	13,000		13,000
Tie In Logging & Perforation.....		6,000	6,000
Acidizing & Fracturing.....		10,000	10,000
Tk Batty Install & Electrification.....		12,000	12,000
Engineering & Geological Services.....	2,000	1,000	3,000
Well Supervision.....	5,600	4,500	10,100
Administrative Overhead.....	2,800	2,200	5,000
Rental Tools, Directional Tools & Equip..	65,700	5,000	70,700
Permits, Title & Damages.....	2,000		2,000
Water.....	2,000	2,000	4,000
Miscellaneous Contingencies.....	20,000	10,000	30,000
Gross Receipts Tax.....	13,700	4,100	17,800
Total Intangible Costs:	<u>\$275,300</u>	<u>\$ 86,300</u>	<u>\$361,600</u>

Tangible Costs:

Casing:			
Surf - _____ 'of _____ " @ \$ _____ /ft...\$		\$	\$
Inter - _____ 'of _____ " @ \$ _____ /ft...			
Prod - <u>11,900'of 5-1/2" @ \$6.50/ft...</u>		77,400	77,400
Tubing - <u>11,700'of 2-7/8" @ \$2.75/ft...</u>		32,200	32,200
Wellhead Equipment.....	3,000	4,000	7,000
Sucker Rods.....			
Packer & Sleeves.....		4,000	4,000
Down Hole Pump.....			
Pumping Unit & Prime Mover.....			
Float & Other Equipment.....		2,000	2,000
Tanks, Flow Lines & Fittings.....		25,000	25,000
Separator/Heater-Treater.....		7,000	7,000
Gas Lines & Meters.....			
Miscellaneous.....	1,000	5,000	6,000
Gross Receipts Tax.....	200	8,300	8,500
Total Tangible Costs:	<u>\$ 4,200</u>	<u>\$164,900</u>	<u>\$169,100</u>

Total Well Costs: \$279,500 \$251,200 \$530,700

IT IS RECOGNIZED THAT THE AMOUNTS HEREIN ARE ESTIMATES ONLY AND APPROVAL OF THIS AUTHORIZATION SHALL EXTEND TO THE ACTUAL COSTS INCURRED IN CONDUCTING THE OPERATION SPECIFIED, WHETHER MORE OR LESS THAN THAT SET OUT HEREIN.

MANZANO OIL CORPORATION

COMPANY _____

APPROVED

APPROVED

BY: _____

BY: _____

D.E. Brown

TITLE: Vice President, Engineering

TITLE: _____

DATE: October 1, 1998

DATE: _____

SS# OR TAX ID# _____