

P.O. Box 11005
Midland, Texas 79702

TRILOGY OPERATING, INC.

915/699-1410
FAX 915/699-1113

September 9, 1999

1.125
32

Parkland Christian Church
12305 Spanaway Loop Road South
Tacoma, WA 98444-1205

Attention: Mr. Scott Wallace

253-531-0751

Re: Oil & Gas Lease
NE/4 of Section 1,
T-20-S, R-38-E,
Lea Co., NM
Est. of Dorothy Jean Lemoine

Dear Scott:

As outlined in our telephone conversation this morning, we enclose an Oil and Gas Lease prepared for execution by an authorized party in your church. We ask that you please have the lease executed before a Notary Public, and returned to this office at your earliest convenience. We will immediately forward our check in the previously agreed amount of \$522.32. This amount represents Bonus Consideration due on the basis of your 3.48 net Mineral acres at \$150 per acre.

We have plans for immediate drilling in the section, and ask that you expedite this matter if possible. We have made the decision to proceed with this lease without probating Ms. Lemoine's Will.

If you have any questions, please call me (or Jerry Weant) at (915) 699-4916. Thank you.

Yours very truly,

James H. Shaw

JHH:tam

Enclosure

f:\lt\pch99.jhs

11-10-99 Left by receipt for Scott & Call re status of this lease.

253-531-7968

DOUG GARDNER FIFTH OF 10 PAGES

James H. Shaw
2501 Cimmaron
Midland, Texas 79705

April 20, 1998

Parkland Christian Church
12305 Spanaway Loop Road South
Tacoma, WA 98444-1205

Attention: Ms. ~~B. Ruth Brewer~~

SCOTT WALLACE

Re: Dorothy Jean LeMoine, Dec.
Mineral interest
Lea County, New Mexico

Dear Ms. Brewer,

We have again discussed with you the disposition of the mineral interest which Ms. LeMoine has left to your church. We have explained that until a Probate of some kind is conducted on Ms. LeMoine's Estate that is will not be possible to take an Oil & Gas Lease that has any validity. Mr. Sannes cannot execute on Ms. LeMoine's behalf either as her Executor or under the Power of Attorney, since his power as Executor must be at the direction of a Court, and the Power of Attorney became void at her death. We suggest that the only course available at this point, is for the Parkland Church to execute a Lease, and then proceed to have the LeMoine Estate probated in the least expensive manner available in your State. This mineral interest does have a potential value should production of oil or gas be established, allowing the interest to generate royalty income. This, of course, is all problematical, and presumes that a well is drilled on the property, and that it would be productive of oil or gas. The interest IS in an area of considerable activity, and drilling activities are in progress on nearby lands. During our conversations, it was suggested that some member of your congregation might be or have access to an attorney who would be willing to conduct this Probate at a minimal expense to your Church. Bear in mind that we are offering a bonus consideration of \$522.32 for execution and delivery of this Lease, subject only to approval of title. This might be sufficient to pay the Probate costs.

We enclose an Oil & Gas Lease prepared for execution by Parkland Christian Church and bearing a current date. You may execute and return this Lease at this time, or you may hold it until such time as Probate proceedings appropriate to your State have been conducted, and return it at that time, accompanied by copies from the proceedings (in a form which will allow us to record them in Lea County N.M.). If we may be of any assistance, please let us know. We would hate to see your Church lose this interest by default.

4.875/224 (.0217633)

3.48 net ac.

Yours very truly,

James H. Shaw



Parkland Christian Church

E-mail Parklandcc@CompuServe.com

Fax (253) 531-7963

(253) 531-0757

April 13, 1998

James H Shaw
Stevens & Tull Inc
2501 Cimmaron
Midland, Texas 79705

NE 1/4 - SECTION 1
20-5, 38E
ZINKE'S HOUSE
3.48 NET A

RE: Oil & Gas Lease
Lea County, N.M.

Dear Mr. Shaw;

Parkland Christian Church has been named in Dorothy Jean LeMoine's will as the beneficiary of her estate. This includes the mineral rights you are leasing in New Mexico. We have chosen not to probate her will at this time. We have been in touch with John A. Darden in Las Cruces, NM and are taking his advice in this matter. We will review this matter again when the current lease is finished in April of 1999. Since we have four years after the date of death to probate, we have decided to wait and see what happens when and if you begin drilling. We will keep you informed of any changes to this decision. We would like to hear from you, regarding any drilling or other turns your clients might take with the mineral rights in question. 2000

Enclose please find a copy of Dorothy's Last Will and Testament and a copy of her Death Certificate. Date of death was May 13, 1997

Thank you for your cooperation in this matter. If you have further questions do not hesitate to call.

Sincerely,

E. Ruth Brewer

E. Ruth Brewer,
Administrative Assistant

1) Get WA probate
2) Sign new lease
3) Pay bonus when probate complete.
Agree in writing to pay bonus

JAMES H. SHAW
2501 CIMMARON
MIDLAND, TEXAS 79705
915/684-5346

April 22, 1997

Ms. Dorothy Jean LeMoine
102 E. 138th St., #14
Tacoma, WA



Re: Oil & Gas Lease
Lea County, N.M.

Dear Ms. LeMoine,

I am currently acquiring oil and gas leases in Lea County, New Mexico for Stevens & Tull, Inc, of Midland, Texas. I have made a search of the Lea County records, and find that you appear to be the owner of mineral interests as set out below, and that your interests are currently not under lease. I am interested in acquiring a lease from you, and make the following offer, subject only to approval of title:

- 1) Bonus consideration of \$150 per net mineral acre;
(your interest, appears to be as follows:
a 4.875/224 interest in the NE/4 of Section
1, Township 20 South, Range 38 East; or a
total of 3.48 net acres.)
- 2) Primary term of three(3) years for a lease on the
enclosed form (Paid-Up basis);.
- 3) Basic royalty to be three-sixteenths (3/16).

I enclose an Oil & Gas lease prepared (in duplicate) on the above basis, and ,if acceptable, ask that you sign before a Notary Public; retain one copy for your records; indicate your Social Security number in the space provided; and return the completed original to me in the enclosed , self-addressed envelope. I will immediately furnish you a check in payment of the agreed bonus consideration. I suggest this manner of payment to avoid bank charges by both your bank and mine; however, if you prefer, I will forward to you a Collection Draft for your use through your local bank.

If you have questions, please call. Thank you.

Yours very truly,

James H. Shaw