

CONCHO RESOURCES INC.

Suite 410

110 W. Louisiana
Midland, Texas 79701

(915) 683-7443
FAX 683-7441

April 17, 2000

VIA FAX (281) 618-4757

Southwestern Energy
Production Company
2350 N. Sam Houston
Parkway East
Suite 300
Houston, TX 77032

FILE #: 301141-01
TO CUR/TITLE JOA
CONTRACT DO CORR
CODER: _____

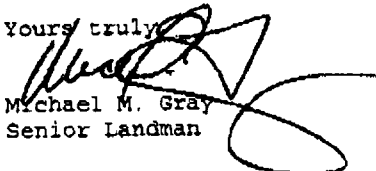
ATTENTION: Mr. Samuel Thompson

Re: Woody Federal Com #1 Well
T-17-S, R-27-E
Section 10: S/2
Eddy County, New Mexico

Gentlemen:

Thank you for your letter of April 6, 2000, proposing the sale of your interest under our proposed unit comprising the S/2 of Section 10-17S-27E, N.M.F.M. Concho must decline your offer, however, we will reiterate our previous verbal offer for a one year term assignment of \$200.00 per net acre with Southwestern reserving the difference between lease burdens and 22%, delivering 78% net revenue interest proportionately reduced. This offer shall remain open for ten (10) days from the date of this letter.

Yours truly,


Michael M. Gray
Senior Landman

MMG/lhc

BEFORE THE
OIL CONSERVATION DIVISION
Case No. 12377 Exhibit No. — 9
Submitted By:
Concho Resources, Inc.
Hearing Date: June 29, 2000



**Southwestern Energy
Production Company**

A subsidiary of Southwestern Energy Company

2350 N. Sam Houston Parkway East
Suite 300
Houston, Texas 77032
(281) 618-4700 FAX: (281) 618-4757

Samuel Glenn Thompson
Staff Landman-Exploration

April 6, 2000

Concho Resources, Inc.
110 W. Louisiana
Suite # 410
Midland, TX 79701

Attn: Mr. Michael M. Gray fax 915-683-7441

**Re: Sec 10-17S-27E
Eddy Co., NM
Amber Prospect**

Gentlemen:

Pursuant to our prior conversations and correspondence Southwestern Energy Production Company ("SWN) agrees to a trade in the S/2 of Section 10-17S-27E Eddy Co., NM on the following terms:

Bonus: \$28,000

Term: 1 year

Net Revenue Interest: SWN will deliver 75% nri, proportionately reduced

Depths: surface to strat. Equiv. of deepest formation drilled and producing economically; wellbore only.

If you agree please sign and return one copy of this letter by April 14, 2000 or SWN's offer is withdrawn.

Respectfully,


SGThompson

ACCEPTED & AGREED TO THIS _____ DAY OF _____, 2000

By: Concho Resources, Inc.
