EXHIBIT "A"

SE/4 SECTION 1, T-20-S, R-38-E, NMPM, LEA COUNTY, NEW MEXICO

UNLEASED MINERAL OWNERS:	MINERAL INTEREST
Evans Oil and Gas, LLC. (No response) 1513 East Old Shakopee Road Bloomington, MN 55425-2440	0.0002705
John F. Corvino and Rita M. Corvino (No response) 2550 S. Kinsington Westchester, Il 60153	0.0000930
Edward F. Nicolin Address Unknown	0.0000145
Harry L. Jones (No response) 2315 Candy Lane Malabar, FL 32950-3563	0.0001163
Margaret Graham and Bankers Trust Company Address Unknown	0.0000290
Max R. Chudy (No response) 50 S. Meadow Orchard Park, NY 14127-2723	0.0002908
John L. Brady Address Unknown	0.0000290
Reba Lane Hatfield Address Unknown	0.0156250
Bessie Irene Lane Address Unknown	0.0156250
Joseph Kraus Address Unknown	0.0625000
Jack Reid (No Response) 2400 Summer Place Drive Irving, TX 75062-5318	0.0052083

Compulsory Pooling: Howser #1

TRILOGY OPERATING, INC.

915/699-1410 FAX 915/699-1113

March 7, 2000

EXHIBIT "B"

Evans Oil and Gas, LLC. 1513 East Old Shakopee Rd. Bloomington, MN 55425-2440

Re Howser#1 Well 1980' FS & EL Section 1, T-20-S, R-38-E, NMPM, Lea County, New Mexico Zinke's Casa Prospect

Gentlemen

· 是是被打造企业的 1.15.15 1.15.15 1.15.15 1.15.15 1.15.15 1.15.15 1.15.15 1.15.15 1.15

Trilogy Operating, Inc. has leased a majority of the mineral interest under the SE/4 of Section 1, T-20-S, R-38-E, NMPM, Lea County, New Mexico, and we are preparing to drill a Drinkard formation test. The well will be drilled to a depth of 7800 feet or a depth, in our opinion, sufficient to test the objective formation, whichever is the lesser.

Enclosed for your review is an AFE for said well. We have previously attempted to lease your 0.0002705 mineral interest, but we have not received any reply from you. We are currently preparing for a Compulsory Pooling hearing on this acreage. You should be receiving notice of said hearing promptly. The notice will outline your options. Should you elect to participate in this well for your mineral interest, please return one (1) executed copy of the AFE to our office. We will then send you a copy of our Operating Agreement covering these lands. Should you have any questions, please contact our office. Your prompt attention to this matter will be greatly appreciated.

Yours very truly, SENDER: COMPLETE THIS SECTION Jerry A. Weant, CPL Complete Items 1, 2, and 3. Also complete President Restricted Delivery is desired. vour name and address on the reverse so that we can return the card to you. Attach this card to the back of the mailpiece. or on the front if space permits. Article Addressed to: If YES, enter delivery address below: □ No Evens Differed Gis, LLC 15/3 Dist Old Shekopee Rd. Bloom as from M.N. 55425-2440 Compulsory Pooling: Howser#1 3. Service Type ☐ Registered ☐ Return Receipt for Merchant ☐ Insured Mail □ C.O.D. Restricted Delivery? (Extra Fee)

February 18, 2000

Evans Oil & Gas, LLC 1513 E. Old Shakopee Road Bloomington, MN 55425-2440

Attention: Mr. R.H. Evans

Re: SE/4 of Section 1, T-20-S, R-38-E, Lea County, NM

Dear Mr. Evans,

Pursuant to our telephone conversation of 2-17-00, we enclose an Oil and Gas Lease prepared for your execution. Our terms are: 1) Bonus consideration of \$50 (total); Term of one (1) year; Royalty to be one-fourth (1/4).

Please execute the Lease; have your signature acknowledged by a Notary Public; indicate your Tax I.D. #; and return one fully executed and acknowledged Lease to this office. We will immediately forward our check in payment of the bonus consideration.

Thank you.

Yours very truly,

James H. Shaw

JHS:tam

Enclosure

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TRILOGY OPERATING, INC.

915/699-1410 FAX 915/699-1113

October 18, 1999

Evans Oil & Gas, LLC 1513 East Old Shakopee Road Bloomington, MN 55425-2440

> Re: SE/4 of Section 1, T-20-S, R-38-E, Lea County, NM

Gentlemen:

We have previously contacted Mr. Richard H. Evans by mail relative to an Oil and Gas Lease on a small mineral interest (93/42972 x 1/8) you own in the captioned tract. We are preparing to drill in this section and are trying to lease all open interests.

We are offering a total bonus to you of \$50.00 for a 1 year lease on your interest, providing for a 3/16 basic Royalty. Please let us know your intentions as to this interest. If you elect to lease we will forward an Oil and Gas Lease prepared for execution by your company. Thank you.

Yours very truly,

James H. Shaw

JHS:tam

f:\lt\evans.jhs

JAMES H. SHAW 2501 CIMMARON MIDLAND, TEXAS 79705

April 21, 1997

Mr. Richard Harry Evans 50 37th Ave., N.E. Minneapolis, MN 55421

Re: Oil & Gas Lease Lea County, New Mexico

Dear Mr. Evans,

I am currently acquiring oil and gas leases in Lea County, New Mexico for the account of Stevens & Tull, Inc. of Midland, Texas. I have checked the records in Lea County, and have determined that you are the owner(s) of a small mineral interest in the SE/4 of Section 1, of Township 20 South, Range 38 East. Apparently this was originally a full 1/8 interest and was owned by Standard of Kentucky; and through its dissolution you, as a shareholder, were deeded your proportionate interest.

In our efforts to acquire leases on all interests, in this Section and in certain adjoining sections, we have offered \$150 per net mineral acre as a bonus consideration for leases providing for a three year term and a 3/16 royalty. Your interest(93/42972x1/8) is small enough that our offer on a per acre basis would not be worthwhile for you; therefore my offer to you is a total bonus offer of \$50 for a lease on your interest on the above terms, and as reflected on the enclosed Oil & Gas Lease.

If this offer is acceptable, please sign the Oil & Gas Lease (joined by your spouse; or indicate your marital status, i.e., widow, widower, etc; or if this is your separate property, so indicate.) before a Notary Public; retain one copy of the Oil & Gas Lease for your file; and return one fully executed and notarized copy to me in the enclosed self-addressed envelope. I will immediately forward to you my check in the amount of \$50, as agreed.

612/595-0810 11335 12th Ave. N. Thank you,

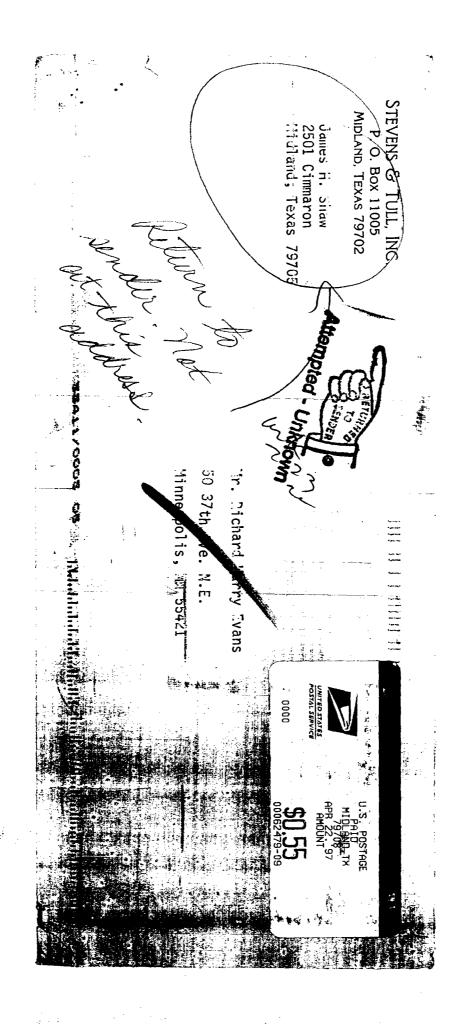
612/871-7254 2404 Clinton Ave. Yours very truly

612/869-2149 6041 10th Ave. S Richard Alice Walter Ex.
612/869-2149 4839 2nd st. Ne Richard Deanna Eve. James H. Shaw

612/574-9742 4839 2nd st. Ne Richard Kristen Evens

612/920-5167 5716 Wycliffe Rd. Richard Kristen Evens

612/545-4830 2715 Hillsboro Ave. N. Rick Evens



TRILOGY OPERATING, INC.

915/699-1410 FAX 915/699-1113

March 7, 2000

John F Corvino and Rita M. Corvino 2550 S Kinsington Westchester, IL 60153

EXHIBIT "C"

Re Howser#1 Well 1980' FS & EL Section 1, T-20-S, R-38-E, NMPM, Lea County, New Mexico Zinke's Casa Prospect

Ladies & Gentlemen:

机碱矿物油 大江 不致地

Trilogy Operating, Inc. has leased a majority of the mineral interest under the SE/4 of Section 1, T-20-S, R-38-E, NMPM, Lea County, New Mexico, and we are preparing to drill a Drinkard formation test. The well will be drilled to a depth of 7800 feet or a depth, in our opinion, sufficient to test the objective formation, whichever is the lesser.

Enclosed for your review is an AFE for said well. We have previously attempted to lease your 0.000093 mineral interest, but we have not received any reply from you. We are currently preparing for a Compulsory Pooling hearing on this acreage. You should be receiving notice of said hearing promptly. The notice will outline your options. Should you elect to participate in this well for your mineral interest, please return one (1) executed copy of the AFE to our office. We will then send you a copy of our Operating Agreement covering these lands. Should you have any questions, please contact our office. Your prompt attention to this matter will be greatly appreciated.

Yours very truly, SENDER: COMPLETE THIS SECTION **COMPLETE THIS SECTION ON DELIVERY** ■ Complete items 1, 2, and 3. Also complete ase Print Clearly) B. Date of Deliv Jerry A. Weant, CPL item A.If. Restricted Delivery is desired. President Print you mame and address on the reso that we can return the card to you. ur name and address on the reverse Attach this card to the back of the mailpiece. or on the front if space permits. D. Is delivery address different from item 1? 1. Article Addressed to: 16 Collier BLVd Service Type Compulsory Pooling: Howser# M Certified Mail ☐ Registered ☐ Insured Mail ☐ C.O.D. Restricted Delivery? (Extra Fee)

915/699-1410 FAX 915/699-1113

February 18, 2000

Mr.and Ms.John F. Corvino 2550 S. Kinsington Westchester, IL 60153

Re: SE/4 of Section 1, T-20-S, R-38-E, Lea County, NM

Dear Mr. and Ms. Corvino,

We have been unable to contact you by phone, therefore we enclose an Oil and Gas Lease prepared for your execution as a former stockholder of Standard of Kansas and thereby a mineral owner under the subject land. Our terms are: 1) Bonus consideration of \$50 (total); Term of one (1) year; Royalty to be three sixteenths (3/16). Please execute the Lease; have your signatures acknowledged by a Notary Public; indicate your Social Security #; and return one fully executed and acknowledged Lease to this office. We will immediately forward our check in payment of the bonus consideration.

Thank you.

Yours very truly,

James H. Shaw

TRILOGY OPERATING, INC.

915/699-1410 FAX 915/699-1113

March 7, 2000

Harry L Jones 2315 Candy Lane Malabar, FL 32950-3563

EXHIBIT "D"

Re:

Howser#1 Well 1980' FS & EL Section 1, T-20-S, R-38-E, NMPM, Lea County, New Mexico Zinke's Casa Prospect

Dear Mr. Jones

Trilogy Operating, Inc. has leased a majority of the mineral interest under the SE/4 of Section 1, T-20-S, R-38-E, NMPM, Lea County, New Mexico, and we are preparing to drill a Drinkard formation test. The well will be drilled to a depth of 7800 feet or a depth, in our opinion, sufficient to test the objective formation, whichever is the lesser.

Enclosed for your review is an AFE for said well. We have previously attempted to lease your 0.0001163 mineral interest, but we have not received any reply from you. We are currently preparing for a Compulsory Pooling hearing on this acreage. You should be receiving notice of said hearing promptly. The notice will outline your options. Should you elect to participate in this well for your mineral interest, please return one (1) executed copy of the AFE to our office. We will then send you a copy of our Operating Agreement covering these lands. Should you have any questions, please contact our office. Your prompt attention to this matter will be greatly appreciated.

Yours very truly,

Jerry A. Weant, CPL

President

SENDER: COMPLETE THIS SECTION

Complete item 41/18stric of Delivery is desired.

Print you parish indicadress on the reverse so that we can return the card to you.

Attach this said to the back of the mailpiece, or on the front if space permits.

1. Article Addressed to:

1. Article Addressed to:

| Address | Complete this section on Delivery | A. Received by (Please Print Clear) | Complete them of the print of the part of the pack of the mailpiece, or on the front if space permits.

| Delivery address different from Item 17 | Yes | If YES, enter delivery address below. | If YES, enter delivery addr

☐ Insured Mail

Restricted Delivery? (Extra Fee)

□ C.O.D.

Compulsory Pooling: Howser#1

915/699-1410 FAX 915/699-1113

February 18, 2000

Mr.and Ms.Harry L. Jones II 2315 Candy Lane Malabar, FL 32950

> Re: SE/4 of Section 1, T-20-S, R-38-E, Lea County, NM

Dear Mr. and Ms. Jones,

Pursuant to our telephone conversation with Ms. Jones, we enclose an Oil and Gas Lease prepared for your execution as a former stockholder of Standard of Kansas and thereby a mineral owner under the subject land. Our terms are: 1) Bonus consideration of \$50 (total); Term of one (1) year; Royalty to be three sixteenths (3/16). Please execute the Lease; have your signatures acknowledged by a Notary Public; indicate your Social Security #; and return one fully executed and acknowledged Lease to this office. We will immediately forward our check in payment of the bonus consideration.

Thank you.

Yours very truly,

James H. Shaw

JHS:tam

Enclosure

f:\lt\ntcmr.jhs

July 8,1997

Mr.& Ms.Harry L.Jones 407-676-2266 2315 Candy Lane Malabar, FL 32950-3563

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

Dear Mr.& Ms.Jones,

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: 5/42972 x 1/8 interest in the SE/4 of Section 1, Township 20 South, Range 38 East, Lea County, N.M.). Since this is such a small net acre figure we are offering a lump sum bonus of \$50 for a lease on this interest.
 - 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 on the above basis, and if acceptable, ask that you execute the Lease; have your signatures acknowledged before a Notary Public; retain one copy of the lease for your files; and return to me in the enclosed self-addressed envelope. I will immediately furnish a check for the agreed bonus consideration.

If you have questions, please call. Thank you.

Yours very truly,

James H. Shaw

f:\lt\leaseltr.ind

May 5,1997

Mr.& Ms. Harry L. Jones P.O.Box 206 Bel Alton, MD 20611-0206

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

Dear Mr.& Ms. Jones,

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 a 5/42972x1/8 interest in the SE/4 of Section 1, Township 20 South, Range 38East, Lea County, N.M..) Since this is such a small net acre figure we are offering a total bonus of \$50 for a lease on this interest.
- 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 furnish a Collection Draft for your use through your local bank.

If you have questions, please call. Thank you.

Yours very truly,

James H. Shaw

f:\lt\leaseltr.ind

TRILOGY OPERATING, INC.

915/699-1410 FAX 915/699-1113

March 7, 2000

Max R. Chudy, Jr., Executor 50 S. Meadow Orchard Park, NY 14127

EXHIBIT "E"

Re:

Howser#1 Well 1980' FS & EL Section 1, T-20-S, R-38-E, NMPM, Lea County, New Mexico Zinke's Casa Prospect

Dear Mr. Chudy:

Trilogy Operating, Inc. has leased a majority of the mineral interest under the SE/4 of Section 1, T-20-S, R-38-E, NMPM, Lea County. New Mexico, and we are preparing to drill a Drinkard formation test The well will be drilled to a depth of 7800 feet or a depth, in our opinion, sufficient to test the objective formation, whichever is the lesser.

Enclosed for your review is an AFE for said well. We have previously attempted to lease your 0.0002908 mineral interest, but we have not received any reply from you. We are currently preparing for a Compulsory Pooling hearing on this acreage. You should be receiving notice of said hearing promptly. The notice will outline your options. Should you elect to participate in this well for your mineral interest, please return one (1) executed copy of the AFE to our office. We will then send you a copy of our Operating Agreement covering these lands. Should you have any questions, please contact our office. Your prompt attention to this matter will be greatly appreciated.

Yours very truly, SENDER: COMPLETE THIS SECTION COMPLETE THIS SECTION ON DELIVERY Jerry A. Weant, CPL Complete items 1, 2 and 3. Aso complete item 4 if Restricted Delivery 5 desired. A. Received by (Please Print Clearly) President Print your name and addre so that we can return the card to you.

Attach this card to the back of the mailpiece, or on the front if space permits. C. Signature □ Addres ☐ Yes D. Is delivery address different from item If YES, enter delivery address below Mex R. Ehady = 50 S. Meadow RECEIVED MAR 1 4 2000 Compulsory Pooling: Howser#1 Express Mail ☐ Registered ☐ Return Receipt for Merchand ☐ Insured Mail ☐ C.O.D.

915/699-1410 FAX 915/699-1113

February 18, 2000

Mr.Max R. Chudy, Jr., Executor 50 S. Meadow Orchard Park, NY 14127

Re: SE/4 of Section 1, T-20-S, R-38-E, Lea County, NM

Dear Mr. Chudy,

We have been unable to contact you by phone therefore, we enclose an Oil and Gas Lease prepared for your execution as a former stockholder of Standard of Kansas and thereby a mineral owner under the subject land. Our terms are: 1) Bonus consideration of \$50 (total); Term of one (1) year; Royalty to be three sixteenths (3/16). Please execute the Lease; have your signature acknowledged by a Notary Public; indicate your Tax I.D. #; and return one fully executed and acknowledged Lease to this office. We will immediately forward our check in payment of the bonus consideration.

Thank you.

Yours very truly,

James H. Shaw

JHS:tam

Enclosure

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July 8,1997

Mr.Max R.Chudy, Jr. 7/6/662-5/65 50 S. Meadow Orchard Park, NY 14127-2723

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

Dear Mr. Chudy,

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: 100/42972 x 1/8 interest in the SE/4 of Section 1, Township 20 South, Range 38 East, Lea County, N.M.). Since this is such a small net acre figure we are offering a lump sum bonus of \$50 for a lease on this interest.
 - 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 on the above basis, and if acceptable, ask that you execute the Lease; have your signature acknowledged before a Notary Public; retain one copy of the lease for your files; and return to me in the enclosed self-addressed envelope. I will immediately furnish a check for the agreed bonus consideration.

If you have questions, please call. Thank you.

Yours very truly,

James H. Shaw

Re: Estate of Max R. Chudy
Helen E. Chudy and Max R.
Chudy, Jr., Co-Executors

To whom it may concern:

The enclosed leasing offer covers a mineral interest obtained by Mr. Chudy as a stock-holder in Standard of kansas. It was dissolved years ago and its assets distributed to its stockholders in accordance with the number of shares each owned.

I have not attempted to fill out the top portion of the lease; the signature portion, or the acknowledgement portion for the Notary Public. I ask that you complete these parts to conform to your own business methods, but do ask that some authorization be furnished to allow me to pay the consideration due, and to give us some means of knowing that we are, in fact leasing the interest owned by Max R. Chudy or his heirs.

Thank you, and if I may be of any help please call my letterhead phone number or 915-699-4916.

James H. Shaw 915-684-5346 or 915 699 4916

TRILOGY OPERATING, INC.

915/699-1410 FAX 915/699-1113

March 7, 2000

Jack Reid 2400 Summer Place Drive Irving, TX 75062-5318

EXHIBIT "F"

Re Howser#1 Well 1980' FS & EL Section 1, T-20-S, R-38-E, NMPM, Lea County, New Mexico Zinke's Casa Prospect

Dear Mr. Reid:

Yours very truly,

Trilogy Operating, Inc. has leased a majority of the mineral interest under the SE/4 of Section 1, T-20-S, R-38-E, NMPM, Lea County, New Mexico, and we are preparing to drill a Drinkard formation test. The well will be drilled to a depth of 7800 feet or a depth, in our opinion, sufficient to test the objective formation, whichever is the lesser.

Enclosed for your review is an AFE for said well. We have previously attempted to lease your 0.0052083 mineral interest, but we have not received any reply from you. We are currently preparing for a Compulsory Pooling hearing on this acreage. You should be receiving notice of said hearing promptly. The notice will outline your options. Should you elect to participate in this well for your mineral interest, please return one (1) executed copy of the AFE to our office. We will then send you a copy of our Operating Agreement covering these lands. Should you have any questions, please contact our office. Your prompt attention to this matter will be greatly appreciated.

COMPLETE THIS SECTION ON DELIVERY ENDER: COMPLETE THIS SECTION Complete items 1, 2, and 3. Also complete item 4 if Restricted Delivery is desired. A. Received by (Please Print Clearly) B. Date of Delivery Print your name and address on the re so that we can return the card to you. ☐ Agent Attach this card to the back of the n ☐ Addressee Jack Reid RECEIVED MAR 2400 Summer Place Drive □ No Article Addressed to: ☑ Certified Mail ☐ Express Mail Redistered & Return Receipt for Merchandise ☐ Insured Mail ☐ C.O.D. Restricted Delivery? (Extra Fee) ☐ Yes

972-255-8240
Daughter-972-790-0380

3/21/00 Spoke to Mr. Reid. He said
he would sign lease and put in
Mail in next day or so. Recovering
From surgery.

915/699-1410 FAX 915/699-1113

February 18, 2000

Mr.Jack Reid 2400 Summer Place Drive Irving, TX 75062-5318

> Re: SE/4 of Section 1, T-20-S, R-38-E, Lea County, NM

Dear Mr. Reid,

We have been unable to contact you by phone therefore, we enclose an Oil and Gas Lease prepared for your execution as a former stockholder of Standard of Kansas and thereby a mineral owner under the subject land. Our terms are: 1) Bonus consideration of \$50 (total); Term of one (1) year; Royalty to be three sixteenths (3/16). Please execute the Lease; have your signature acknowledged by a Notary Public; indicate your Tax I.D. #; and return one fully executed and acknowledged Lease to this office. We will immediately forward our check in payment of the bonus consideration.

Thank you.

Yours very truly,

James H. Shaw

JHS:tam

Enclosure

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TRILOGY OPERATING, INC.

915/699-1410 FAX 915/699-1113

September 10, 1999

Mr. Jack Reid 2400 Summer Place Drive Irving, TX 75062-5318

> Re: SE/4, Section 1, T-20-S, R-38-E Lea County, NM

Dear Jack:

As we discussed by phone today, we enclose an Oil and Gas Lease prepared for your signature. Please sign as indicated; insert your Social Security Number; have your signature acknowledged by a Notary Public, and return to this office as soon as possible. We will forward our check in the amount of \$150 upon receipt of the Lease.

Regarding the question of how to handle matters involving your wife's portion of your estate, it seems that with regard to your New Mexico property, the ownership came to you by way of inheritance, thereby making it your separate property. In this case, your wife did not own any of the interest, and therefore her death could not affect your ownership. If the two of you had community property involving real estate, you may want to consider filing the Will for probate, and letting that be sufficient. An attorney would have to help you with that.

Thanks for your help.

JHS:tam

Enclosure

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James H. Shaw 2501 Cimmaron Midland, Texas 79705

March 25,1998

Mr.Jack Reid 2400 Sumner Place Dr. Irving, Texas 75062

Re: Oil & Gas Lease SE/4 of Section 1, W/2NW/4 of Section 11 T-20-S, R-38-E,Lea County, New Mexico

Dear Mr. Reid,

We have previously contacted you regarding an Oil & Gas lease on the mineral interest you own in Sections 1 & 11, T-20-S,R-38-E.Since we have not heard from you, we take this opportunity to re-state our offer.

We have assembled leases in this area, and have a major interest in the sections concerned. We offer you the following for a lease providing for a three year primary term; a 3/16 royalty; and to be on the enclosed lease form. Our bonus terms are:

1) For a Lease on the above terms we offer \$150 per net mineral acre, and you appear to own the following: Section $1 = 1/3 \times 1/64 \times 160$ acres = 0.833 net

acres x \$150 = \$124.95;

Section $11 = 1/3 \times 1/128 \times 80 \text{ acres} = 0.2083$

net acres x \$150 = \$31.25; or a total of \$156.20

1. I DANETAL If acceptable, please execute the enclosed Lease before a Notary

Public; indicate your Social Security number; and return to this office in the enclosed, self-addressed envelope. We will immediately forward to you our check in the above amount.

Thank you,

Yours very truly,

James H. Shaw

ZINKE HOUSE

August 7,1997

912-255-8240

Mr.Jack Reid 2400 Sumner Place Drive Irving,Tx 75062

1/3 × 1/44 × 1/60 w = 1/92 = 0.833 netac 1/3 × 1/44 × 1/60 w = 1/92 = 0.833 netac Re: Oil & Gas Lease Lea County, N.M. L., - 202

Dear Mr.Reid,

I wrote you a letter in April and enclosed an Oil & Gas Lease covering your interest in the minerals formerly owned by your parents in Section 1,T-20-S,R-38-E,Lea County,NM. I have received leases from the other family members, and am writing you at this time to determine if you received my first letter (and enclosed Lease), and if you have any questions, etc I can help you with.

17-15-97 Called him. He had yours very truly, love nothing line to small intest. Her not intested in selling minut. Sent slas Had Shaw had protes Me (abotsome") & well all ne back some.

Thank you.

564-Sel= 192×3/6= 1024=.000976562×100 8010×3000 ×3/6=46.88/

1.0413 1.0413

April 15,1997

Mr.Jack Reid 2400 Sumner Place Dr. Irving, Texas 7506

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

Dear Mr. Reid

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 mineralacre; (your interest, appears to be a 1/3 x 1/64 interest in the SE/4 of Section 1, and 1/3 x 1/128 interest in the W1/2NW/4 of Section 11, all in Township 20 South, Range 38 East, Lea County, New Mexico, or 1.04 net acres.)
 - 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 and your spouse (assuming the property is community property, unless otherwise owned) 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 stamped, 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