



United States Department of the Interior
BUREAU OF LAND MANAGEMENT
Albuquerque Field Office
435 Montano Rd. NE
Albuquerque, New Mexico 87107-4935

IN REPLY REFER TO:
NMNM 73493
3160 (010)

JUN 10 1998

CERTIFIED--RETURN RECEIPT REQUESTED
#P 765 901 247

Energen Resources Company
Attention: Mr. Mark Cox
2198 Bloomfield Highway
Farmington, NM 87401

*GARY - BOTH JOE O & JOE N
AGREE THIS WELL IS NOT ECONOMIC &
THERE IS NOTHING WE WANT TO DO
TO RETURN IT TO A PAYING STATUS.
ALLEN BUCKINGHAM REQUESTED WE
SEND IN A SUNDRY ADVISING WHAT
WE WANT TO DO & WHEN.*

Re: Termination of Communitization Agreement Number 14080015243, McCroden B #1 Well

Dear Mr. Cox:

Upon reviewing our files, we found that the McCroden B #1 well, located in Section 4, T. 25 N., R. 3 W., NMPM, Rio Arriba County, New Mexico, under Communitization Agreement (CA) Number 14080015243 (NMNM 73493), has been shut-in since June 1998. Since the CA is in its extended term by production, it must contain a well capable of producing hydrocarbons in paying quantities, i.e., sufficient quantities to pay the day-to-day operating and lease maintenance costs, or it will be considered to have expired.

In the absence of an acceptable showing by you that the subject well is capable of producing hydrocarbons in paying quantities, within 60 days from receipt of this notice, this office will consider the CA to have terminated by operation of law on June 30, 1998, the last month in which the well produced.

Title 43 CFR 3107.4 provides that any federal lease in effect at the termination of a unit or CA is eligible to be extended for a period of two years after the termination thereof.

In accordance with the requirements of 43 CFR 3162.3-4(a) and (c), if you consider the well incapable of production in paying quantities, the subject CA will terminate and you are ordered to submit plans to plug and abandon the well within 60 days from receipt of this notice.

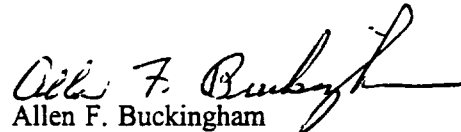
The foregoing information is furnished so that you may take such action as you consider appropriate. You are further reminded that no production tests or other operations should be conducted on the lease without prior approval by this office.

BEFORE THE OIL CONSERVATION DIVISION
Santa Fe, New Mexico
Case No. 12799 Exhibit No. 3
Submitted by:
Holcomb Oil & Gas, Inc.
Hearing Date: January 24, 2002

Under provisions of 43 CFR 3165.3, you may request an Administrative Review of the order described above before the State Director. Such request, including all supporting documents, must be filed in writing within 20 business days of receipt of this notice and must be filed with the State Director, Bureau of Land Management, P.O. Box 27115, Santa Fe, New Mexico 87502-0115. Such request shall not result in a suspension of the order unless the reviewing official so determines. Procedures governing appeals from instructions, orders or decisions are contained in 43 CFR 3165.4 and 43 CFR 4.400 et seq.

If you have any questions please contact me at (505) 761-8765 or FAX (505) 761-8911.

Sincerely,



Allen F. Buckingham
Production Accountability Technician
Lands and Minerals Team

cc:

Energen Resources Company
605 21st Street
North Birmingham, AL 35203-2707

NM (010, Angie Medina-Jones)
NM (010, Al Yepa, Cuba Field Station)
CA File: NMNM 73493
Lease Files: NMNM 02555, NMNM 03779
Well File: McCroden B #1



CERTIFIED MAIL

May 11, 1999

MHW Energy Ltd.
PO Box 2058
Farmington, NM 87499-2058

Re: Plug and Abandon AFE
McCroden B #1 well
SW/4: Section 4, T25N-R3W
Rio Arriba County, New Mexico

Gentlemen:

The Bureau of Land Management has required the captioned well either be returned to production or be plugged and abandoned. We have determined the well cannot be economically returned to production and intend to plug and abandon it as soon as a rig is scheduled to be in the area.

Enclosed is our procedure, and AFE in the total amount of \$16,300.00, to plug and abandon the wellbore and restore the location. We ask you to execute and return one AFE in accordance with the governing Operating Agreement dated August 20, 1956.

Our records indicate the lease will continue to be held by production from the McCroden B #3 and B #3A wells.

If there should be any questions please contact me.

Sincerely,

A handwritten signature in cursive script that reads "Richard P. Corcoran".

Richard P. Corcoran
District Landman

RPC/tm
Enclosures



HOLCOMB OIL AND GAS, INC.

P.O. Box 2058 • Farmington, NM 87499 • Phone: (505) 326-0550 • Fax: (505) 326-2149

May 14, 1999

Mr. Richard P. Corcoran
District Landman
ENERGEN RESOURCES Corporation
2198 Bloomfield Hwy
Farmington, NM 87401

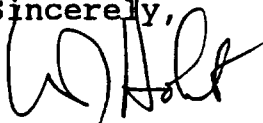
RE: McCroden B#1 Well
SW/4 Sec. 4 - T25N-R3W
Rio Arriba County, New Mexico

Dear Rich,

Per the terms of the referenced well's operating agreement, MHW Energy Ltd. (Whittier Energy Company) elects to assume operations.

Please coordinate with my office to prepare the necessary documents to effect the transfer.

Sincerely,



W. J. Holcomb
Agent

WJH:sh

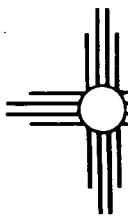
A. Date of first proposal to affected owners: March 17, 2000 (copies attached)

B. Follow-up on May 24, 2000 (copies attached)

- Send in First CA to BLM for approval (copy of cover letter attached)
- Send out corrected (BLM requirements) CA – August 11, 2000 (copies attached)
- Follow-up on September 20, 2000 (copies attached)
- Sent in CA for BLM approval October 17, 2000 (copy of cover letter attached)
- October 20, 2000 – BLM returned with additional requirements (copy of letter attached)
- Files went to Land Man for Research – Walter Parks
- Mail out CA to all owners from land report on May 2, 2001 (copies attached)
- Second request / Follow-up on June 26, 2001 (copies attached)
- Attempt to get hold of someone with knowledge of “forced pooling”
- November 1, 2001 – Mike Strogner calls back – explains that a hearing is necessary and we need to contact an attorney
- December 11, 2001 – Contacted Bill Carr.

C. Offer to purchase Mountain States Natural Gas Corporation interest twice. See copies of offers attached

- There is no Warren T. Clark Trust / Testamentary Trust of Warren T. Clark, effective with assignment to Clark & Oatman. See attached copy of assignment
- No Damson in existence – per BLM have last operator sign for Damson entities – one signature would work. See correspondence with Energen.



HOLCOMB OIL AND GAS

P. O. Box 2058 • Phone: (505) 326-0550 • Farmington, New Mexico 87499

March 17, 2000

Clerk and Oatman
A Texas General Partnership
P.O. Box 310
Bastrop, Texas 78602

**RE: Ratification and New Communitization Agreement
AFE to rework well
McCroden B#1**

Dear Sir or Madam,

As you are aware Energen recommended the referenced well be plugged and abandoned. During the course of their handling this issue Energen, allowed the original communitization agreement for the Southwest Quarter of Section 4 to be terminated. It was our opinion and apparently that of some other working interest owners that the well should not be abandoned, but repaired. To this end we must secure a new communitization agreement which you will find enclosed, please execute and return to our office immediately.

To streamline these activities I have also enclosed for your execution an AFE totaling \$75,000.00 to repair the McCroden B-1 by cementing a liner and refracing the PC. Your prompt approval and return would also be appreciated.

In the event you do not wish to comply with these requests please call at your earliest convenience so we may negotiate an agreeable settlement to transfer your interests

Sincerely,

W.J. Holcomb

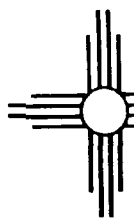
WJH/smh

C:\MyFiles\mccrodenclerkoi

SENDER: <ul style="list-style-type: none">■ 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): <ul style="list-style-type: none">1. <input type="checkbox"/> Addressee's Address2. <input type="checkbox"/> Restricted Delivery Consult postmaster for fee.	
3. Article Addressed to: CLERK & OATMAN A TEXAS GENERAL PARTNERSHIP P.O. Box 310 BASTROP, TX 78602		4a. Article Number 7 326 253 205	
		4b. Service Type <ul style="list-style-type: none"><input type="checkbox"/> Registered<input type="checkbox"/> Express Mail<input checked="" type="checkbox"/> Return Receipt for Merchandise<input checked="" type="checkbox"/> Certified<input type="checkbox"/> Insured<input type="checkbox"/> COD	
5. Received By: (Print Name) Jill Green		7. Date of Delivery 3/21/00	
6. Signature: (Addressee or Agent) 		8. Addressee's Address (Only if requested and fee is paid)	

Is your RETURN ADDRESS completed on the reverse side?

Thank you for using Return Receipt Service.



W.J. HOLCOMB OIL AND GAS

P. O. Box 2058 • Phone: (505) 326-0550 • Farmington, New Mexico 87499

March 17, 2000

IBEX Partnership, Ltd.
P.O. Box 911
Breckenridge, Texas 76424-0911

**RE: Ratification and New Communitization Agreement
AFE to rework well
McCroden B#1**

Dear Sir or Madam,

As you are aware Energen recommended the referenced well be plugged and abandoned. During the course of their handling this issue Energen, allowed the original communitization agreement for the Southwest Quarter of Section 4 to be terminated. It was our opinion and apparently that of some other working interest owners that the well should not be abandoned, but repaired. To this end we must secure a new communitization agreement which you will find enclosed, please execute and return to our office immediately.

To streamline these activities I have also enclosed for your execution an AFE totaling \$75,000.00 to repair the McCroden B-1 by cementing a liner and refracing the PC. Your prompt approval and return would also be appreciated.

In the event you do not wish to comply with these requests please call at your earliest convenience so we may negotiate an agreeable settlement to transfer your interests.

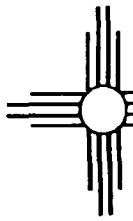
Sincerely,

W.J. Holcomb

WJH/smh

C:\MyFiles\mccrodenit

Is your RETURN ADDRESS completed on the reverse side?	SENDER: <ul style="list-style-type: none">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): <ul style="list-style-type: none">1. <input type="checkbox"/> Addressee's Address2. <input type="checkbox"/> Restricted Delivery Consult postmaster for fee.	
	3. Article Addressed to: IBEX PARTNERSHIP, LTD P.O. Box 911 BRECKENRIDGE, TX 76424-0911		4a. Article Number 7 326 253 204	
			4b. Service Type <ul style="list-style-type: none"><input type="checkbox"/> Registered<input type="checkbox"/> Express Mail<input checked="" type="checkbox"/> Return Receipt for Merchandise<input checked="" type="checkbox"/> Certified<input type="checkbox"/> Insured<input type="checkbox"/> COD	
	5. Received By: (Print Name) Christie Spencer		7. Date of Delivery	
	6. Signature: (Addressee or Agent) 		8. Addressee's Address (Only if requested and fee is paid)	



HOLCOMB OIL AND GAS

P. O. Box 2058 • Phone: (505) 326-0550 • Farmington, New Mexico 87499

March 17, 2000

Mr. Christopher L. Phillips
1611 South Utica Avenue, #159
Tulsa, Oklahoma 74104-4909

**RE: Ratification and New Communitization Agreement
AFE to rework well
McCroden B#1**

Dear Mr. Phillips,

As you are aware Energen recommended the referenced well be plugged and abandoned. During the course of their handling this issue Energen, allowed the original communitization agreement for the Southwest Quarter of Section 4 to be terminated. It was our opinion and apparently that of some other working interest owners that the well should not be abandoned, but repaired. To this end we must secure a new communitization agreement which you will find enclosed, please execute and return to our office immediately.

To streamline these activities I have also enclosed for your execution an AFE totaling \$75,000.00 to repair the McCroden B-1 by cementing a liner and refracing the PC. Your prompt approval and return would also be appreciated.

In the event you do not wish to comply with these requests please call at your earliest convenience so we may negotiate an agreeable settlement to transfer your interests.

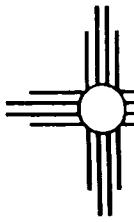
Sincerely,

W.J. Holcomb

WJH/smh

C:\MyFiles\mccrodenphilli

Is your RETURN ADDRESS completed on the reverse side?	SENDER: <ul style="list-style-type: none">■ 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. <input type="checkbox"/> Addressee's Address 2. <input type="checkbox"/> Restricted Delivery Consult postmaster for fee.	
	3. Article Addressed to: MR. CHRISTOPHER L. PHILLIPS 1611 S. UTICA AVE, #159 TULSA, OK 74104-4909		4a. Article Number 7 326 203 208	
			4b. Service Type <input type="checkbox"/> Registered <input checked="" type="checkbox"/> Certified <input type="checkbox"/> Express Mail <input type="checkbox"/> Insured <input checked="" type="checkbox"/> Return Receipt for Merchandise <input type="checkbox"/> COD	
	5. Received By: (Print Name) John Hopkins / MBL		7. Date of Delivery 3 27 00	
	6. Signature: (Addressee or Agent) X John Hopkins		8. Addressee's Address (Only if requested and fee is paid)	



HOLCOMB OIL AND GAS

P. O. Box 2058 • Phone: (505) 326-0550 • Farmington, New Mexico 87499

March 17, 2000

NM&O Operating Company
6 East 5th Street, Suite 200
Tulsa, Oklahoma 74103-4415

**RE: Ratification and New Communitization Agreement
AFE to rework well
McCroden B#1**

Dear Sir or Madam,

As you are aware Energen recommended the referenced well be plugged and abandoned. During the course of their handling this issue Energen, allowed the original communitization agreement for the Southwest Quarter of Section 4 to be terminated. It was our opinion and apparently that of some other working interest owners that the well should not be abandoned, but repaired. To this end we must secure a new communitization agreement which you will find enclosed, please execute and return to our office immediately.

To streamline these activities I have also enclosed for your execution an AFE totaling \$75,000.00 to repair the McCroden B-1 by cementing a liner and refracing the PC. Your prompt approval and return would also be appreciated.

In the event you do not wish to comply with these requests please call at your earliest convenience so we may negotiate an agreeable settlement to transfer your interests.

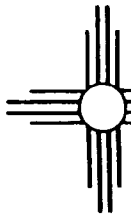
Sincerely,

W.J. Holcomb

WJH/smh

C:\MyFiles\mccroden\mmor

Is your RETURN ADDRESS completed on the reverse side?	SENDER: <ul style="list-style-type: none">■ 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. <input type="checkbox"/> Addressee's Address 2. <input type="checkbox"/> Restricted Delivery Consult postmaster for fee.	
	3. Article Addressed to: NM&O OPERATING COMPANY 6 EAST 5TH STREET, SUITE 200 TULSA, OK 74103-4415		4a. Article Number 2 326 253 209	
			4b. Service Type <input type="checkbox"/> Registered <input checked="" type="checkbox"/> Certified <input type="checkbox"/> Express Mail <input type="checkbox"/> Insured <input checked="" type="checkbox"/> Return Receipt for Merchandise <input type="checkbox"/> COD	
	5. Received By: (Print Name)		7. Date of Delivery 3-27-00	
	6. Signature (Addressee or Agent) X <i>D. L. Linnell</i>		8. Addressee's Address (Only if requested and fee is paid)	



HOLCOMB OIL AND GAS

P. O. Box 2058 • Phone: (505) 326-0550 • Farmington, New Mexico 87499

March 17, 2000

Ramona Sweet Revocable Trust
P.O. Box 1132
Tulsa, Oklahoma 74101

**RE: Ratification and New Communitization Agreement
AFE to rework well
McCroden B#1**

Dear Sir or Madam,

As you are aware Energen recommended the referenced well be plugged and abandoned. During the course of their handling this issue Energen, allowed the original communitization agreement for the Southwest Quarter of Section 4 to be terminated. It was our opinion and apparently that of some other working interest owners that the well should not be abandoned, but repaired. To this end we must secure a new communitization agreement which you will find enclosed, please execute and return to our office immediately.

To streamline these activities I have also enclosed for your execution an AFE totaling \$75,000.00 to repair the McCroden B-1 by cementing a liner and refracing the PC. Your prompt approval and return would also be appreciated.

In the event you do not wish to comply with these requests please call at your earliest convenience so we may negotiate an agreeable settlement to transfer your interests.

Sincerely,

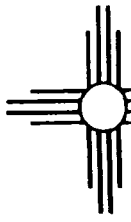
W.J. Holcomb

WJH/smh
C:\MyFiles\mccrodenram

Is your RETURN ADDRESS completed on the reverse side?	SENDER: <ul style="list-style-type: none">■ 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): <ul style="list-style-type: none">1. <input type="checkbox"/> Addressee's Address2. <input type="checkbox"/> Restricted Delivery Consult postmaster for fee.	
	3. Article Addressed to: RAMONA SWEET REVOCABLE TRUST P.O. BOX 1132 TULSA, OK 74101		4a. Article Number 7 326 253 203	
			4b. Service Type <ul style="list-style-type: none"><input type="checkbox"/> Registered<input type="checkbox"/> Express Mail<input checked="" type="checkbox"/> Return Receipt for Merchandise	
	5. Received By: (Print Name) LARRY SWEET		7. Date of Delivery MAR 27 2000	
	6. Signature: (Addressee or Agent) 		8. Addressee's Address (Only if requested and fee is paid)	

PS Form 3811, December 1994 102595-98-B-0229 Domestic Return Receipt

Thank you for using Return Receipt Service.



W.J. HOLCOMB OIL AND GAS

P. O. Box 2058 • Phone: (505) 326-0550 • Farmington, New Mexico 87499

March 17, 2000

Mountain States Natural Gas
Attn: David Blair
P.O. Box 35426
Tulsa, Oklahoma 74153-0426

**RE: Ratification and New Communitization Agreement
AFE to rework well
McCroden B#1**

Dear Mr. Blair,

As you are aware Energen recommended the referenced well be plugged and abandoned. During the course of their handling this issue Energen, allowed the original communitization agreement for the Southwest Quarter of Section 4 to be terminated. It was our opinion and apparently that of some other working interest owners that the well should not be abandoned, but repaired. To this end we must secure a new communitization agreement which you will find enclosed, please execute and return to our office immediately.

To streamline these activities I have also enclosed for your execution an AFE totaling \$75,000.00 to repair the McCroden B-1 by cementing a liner and refracing the PC. Your prompt approval and return would also be appreciated.

In the event you do not wish to comply with these requests please call at your earliest convenience so we may negotiate an agreeable settlement to transfer your interests.

Sincerely,

W.J. Holcomb

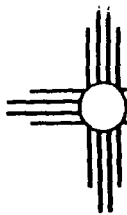
WJH/smh

C:\MyFiles\mccroden

Is your RETURN ADDRESS completed on the reverse side?	SENDER: <ul style="list-style-type: none">■ 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. <input type="checkbox"/> Addressee's Address 2. <input type="checkbox"/> Restricted Delivery Consult postmaster for	
	3. Article Addressed to: MOUNTAIN STATES NATURAL GAS ATTN: DAVID BLAIR P.O. Box 35426 Tulsa, OK 74153-0426	4a. Article Number 7 326 25000	
		4b. Service Type <input type="checkbox"/> Registered <input checked="" type="checkbox"/> Certified <input type="checkbox"/> Express Mail <input type="checkbox"/> Insured <input checked="" type="checkbox"/> Return Receipt for Merchandise <input type="checkbox"/> 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) X			

PS Form 3811, December 1994 102595-98 B-0229 Domestic Return Receipt

Thank you for using Return Receipt Service.



HOLCOMB OIL AND GAS

P. O. Box 2058 • Phone: (505) 326-0550 • Farmington, New Mexico 87499

March 17, 2000

Kimball & Williams Hooper
Attn: Mr. Greg D. Owens
P.O. Box 52147
Tulsa, Oklahoma 74152-0147

**RE: Ratification and New Communitization Agreement
AFE to rework well
McCroden B#1**

Dear Mr. Owens,

As you are aware Energen recommended the referenced well be plugged and abandoned. During the course of their handling this issue Energen, allowed the original communitization agreement for the Southwest Quarter of Section 4 to be terminated. It was our opinion and apparently that of some other working interest owners that the well should not be abandoned, but repaired. To this end we must secure a new communitization agreement which you will find enclosed, please execute and return to our office immediately.

To streamline these activities I have also enclosed for your execution an AFE totaling \$75,000.00 to repair the McCroden B-1 by cementing a liner and refracing the PC. Your prompt approval and return would also be appreciated.

In the event you do not wish to comply with these requests please call at your earliest convenience so we may negotiate an agreeable settlement to transfer your interests.

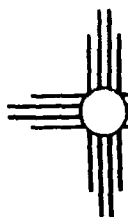
Sincerely,

W.J. Holcomb

WJH/smh

C:\MyFiles\mccrodenkii

ur RETURN ADDRESS completed on the reverse side?	SENDER: <ul style="list-style-type: none">■ 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): <ul style="list-style-type: none">1. <input type="checkbox"/> Addressee's Address2. <input type="checkbox"/> Restricted Delivery Consult postmaster for fee.
	3. Article Addressed to: KIMBALL & WILLIAMS HOOPER ATTN: MR. GREG D. OWENS 5550 S. LEWIS, STE. 301 TULSA, OK 74105	4a. Article Number 7 326 253 212
	5. Received By: (Print Name)	4b. Service Type <ul style="list-style-type: none"><input type="checkbox"/> Registered<input type="checkbox"/> Express Mail<input checked="" type="checkbox"/> Return Receipt for Merchandise<input checked="" type="checkbox"/> Certified<input type="checkbox"/> Insured<input type="checkbox"/> COD
	6. Signature: (Addressee or Agent) W.J. Holcomb	7. Date of Delivery 5-2-00
8. Addressee's Address (Only if requested and fee is paid)		



HOLCOMB OIL AND GAS

P. O. Box 2058 • Phone: (505) 326-0550 • Farmington, New Mexico 87499

March 17, 2000

Mr. William R. Gilliland
4411 Rawlins
Dallas, Texas 75219

**RE: Ratification and New Communitization Agreement
AFE to rework well
McCroden B#1**

Dear Mr. Gilliland,

As you are aware Energen recommended the referenced well be plugged and abandoned. During the course of their handling this issue Energen, allowed the original communitization agreement for the Southwest Quarter of Section 4 to be terminated. It was our opinion and apparently that of some other working interest owners that the well should not be abandoned, but repaired. To this end we must secure a new communitization agreement which you will find enclosed, please execute and return to our office immediately.

To streamline these activities I have also enclosed for your execution an AFE totaling \$75,000.00 to repair the McCroden B-1 by cementing a liner and refracing the PC. Your prompt approval and return would also be appreciated.

In the event you do not wish to comply with these requests please call at your earliest convenience so we may negotiate an agreeable settlement to transfer your interests.

Sincerely,

W.J. Holcomb

WJH/smh
C:\MyFiles\mccroden

Is your RETURN ADDRESS completed on the reverse side?	SENDER: <ul style="list-style-type: none">■ 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. <input type="checkbox"/> Addressee's Address 2. <input type="checkbox"/> Restricted Delivery Consult postmaster for fee.	
	3. Article Addressed to: Mr. William R. Gilliland 4411 Rawlins Dallas, TX 75219	4a. Article Number Z 326 253 207	
		4b. Service Type <input type="checkbox"/> Registered <input type="checkbox"/> Express Mail <input checked="" type="checkbox"/> Return Receipt for Merchandise	<input checked="" type="checkbox"/> Certified <input type="checkbox"/> Insured <input type="checkbox"/> COD
	5. Received By: (Print Name)	7. Date of Delivery 3/25/00	
	6. Signature: (Addressee or Agent) X L R	8. Addressee's Address (Only if requested and fee is paid)	

IBEX PARTNERSHIP, LTD.
BRECKENRIDGE, TEXAS 76424-0911

POST OFFICE BOX 911

AREA CODE 254 559-3355

Com Agreement
AFE file
McCroden B1

March 31, 2000

Whittier Energy Company
P. O. Box 2058
Farmington, NM 87499

Attn: Mr. Jeff Holcomb

RE: McCroden B1
(Our No. 5795)

Dear Mr. Holcomb:

Ibex Partnership, Ltd. owns a .1177585 GWI in the McCroden B1 well. We are informed by Energen Resources that you have purchased this well from Energen.

Please advise the status of the well. Our share of the gas has always been dedicated to Williams Energy Services Co. (WESCO) in Tulsa, Oklahoma, so please continue to nominate our share of the gas sales to WESCO.

Also, please send us a current gas balancing statement on this well. If we are under-produced, please put us on makeup. If you need any further information, please let me know.

Yours very truly,



C. R. Anderson
General Counsel

CRA/at

discussed w/ Belinda Lawler on 5/10/00 @ 9:55am
will get Ron Hursey to do CA & she will get AFE done
UW

RECEIVED
APR 03 2000

NM&O OPERATING COMPANY

6 EAST FIFTH, SUITE 200
TULSA, OKLAHOMA 74103
(918)584-3802

April 18, 2000

CERTIFIED MAIL-RETURN RECEIPT REQUESTED

Mr. W. J. Holcomb
Holcomb Oil and Gas
P.O. Box 2058
Farmington, New Mexico 87499

RE: McCroden B-1 Well
SW/4 Section 4-T25N-R3W
Rio Arriba County, New Mexico


Dear Mr. Holcomb:

This letter is in response to your correspondence dated March 17, 2000 to the Ramona Sweet Revocable Trust and NM&O Operating Company (hereinafter collectively referred to as "NM&O") concerning Holcomb Oil and Gas ("Holcomb") request to secure a new Communitization Agreement for the above captioned leases and approve a \$75,000.00 AFE to repair the McCroden B-1 Well by cementing a liner and refracing the Pictured Cliffs formation.

In response to the above, please provide NM&O a copy of the Operating Agreement governing the joint operations of the McCroden B-1 Well operations. Upon receipt of same, we will promptly get back with you to discuss the proposed wellwork and Holcomb's estimated expenditures to return this Well to production. At this time, however, we believe that refracing the Pictured Cliffs (which accounts for over 50% of Holcomb's AFE) is totally unjustified.

For your records and information, all interest owned by Christopher L. Phillips has been purchased by Ramona Sweet Revocable Trust and we are in the process of filing this with the BLM.

Very truly yours,


Larry D. Sweet

LDS/ht

RECEIVED
APR 24 2000

8
12 - pls note &
1/2 hour.

NM&O OPERATING COMPANY

6 EAST FIFTH, SUITE 200
TULSA, OKLAHOMA 74103
(918)584-3802

May 11, 2000

Mr. W. J. Holcomb
Holcomb Oil and Gas
P.O. Box 2058
Farmington, New Mexico 87499

RE: McCroden B-1 Well
SW/4 Section 4-T25N-R3W
Rio Arriba County, New Mexico
Ratification and New Communitization Agreement

Dear Mr. Holcomb:

Pursuant to your telephone conversation yesterday with Mr. Larry Sweet, enclosed are the McCroden B-1 Communitization Agreements executed on behalf of Ramona Sweet Revocable Trust and NM&O Operating Company. These are being provided to you pursuant to your request per your correspondence dated March 17, 2000.

For your information all interest owned by Christopher L. Phillips was purchased several years ago by Ramona Sweet Revocable Trust. The assignments were prepared and mailed to the BLM for recording. The BLM returned the forms to us indicating that there was a discrepancy with their records. We have changed our records internally but have not re-filed them with the BLM so the records still do not reflect the change. If you would like for us to we could make a copy of the form that you furnished us and have Mr. Phillips come by our office and sign it. Please advise how you would prefer that we handle this.

Sincerely,

Ramona Sweet

Ramona Sweet

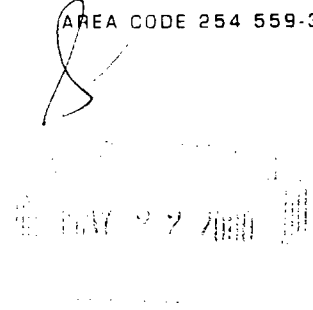
4

IBEX PARTNERSHIP, LTD.
BRECKENRIDGE, TEXAS 76424-0911

POST OFFICE BOX 911

AREA CODE 254 559-3355

May 19, 2000



Mr. W. J. Holcomb

Holcomb Oil and Gas

P. O. Box ~~2508~~ 2053

Farmington, New Mexico 87499

CALL TO GIVE
CORRECT ADDRESS

Re: McCroden B #1 (5795)
Rio Arriba County, NM

Dear Mr. Holcomb:

Please find enclosed one (1) Communitization Agreement. Contract Number 14-08-001-5243 covering the SW/4 Section 4, T-25-N, R-3-W for the above referenced well.

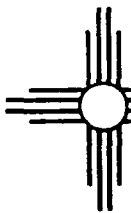
If anything further is needed, please let us know.

Yours very truly,

Edgar L. Price
Land Department

ELP/aw
5795.051900

Enclosure



F. J. LCOMB OIL AND GAS, INC.

P.O. Box 2058 • Farmington, NM 87499 • Phone: (505) 326-0550 • Fax: (505) 326-2149

May 24, 2000

Mountain States Natural Gas
Attn: David Blair
P.O. Box 35426
Tulsa, Oklahoma 74152-0426

**RE: Ratification and New Communitization Agreement
AFE to rework well
McCroden B#1**

Dear Mr. Blair;

As we have not received your completed Communitization Agreement #14-08-001-5243, we are aware of the possibility you do not agree with the AFE. However, the Communitization Agreement is required by the BLM before any activity can begin.

As we mentioned in our prior letter, if you do not wish to participate in the repair of the McCroden B-1, please contact our office so we can negotiate an agreeable settlement to transfer your interests.

If you need additional information, or have any questions regarding this transaction, please feel free to contact our office at your earliest convenience.

Your prompt attention to this matter would be greatly appreciated.

Sincerely,

G. J. H. Blair

Z 326 253 214

US Postal Service Receipt for Certified Mail

No Insurance Coverage Provided.

Do not use for International Mail (See reverse)

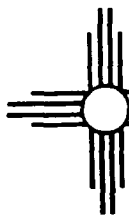
Sent to	
Mountain States Natural Gas	
Street & Number	
P.O. Box 35426	
Post Office, State, & ZIP Code	
Tulsa, OK 74152-0426	
Postage	\$ 0.33
Certified Fee	1.40
Special Delivery Fee	
Restricted Delivery Fee	
Return Receipt Showing to Whom & Date Delivered	1.25
Return Receipt Showing to Whom, Date, & Addressee's Address	
TOTAL Postage & Fees	\$ 2.98
Postmark or Date	
5/24/00	

SENDER:

<ul style="list-style-type: none">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 the card to you.Attach this form to the front of the mailpiece, or on the back if space is not permitted.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.	<p>I also wish to receive the following services (for an additional fee):</p> <p>1. <input type="checkbox"/> Registered Mail</p> <p>2. <input type="checkbox"/> Restricted Delivery</p> <p>3. <input type="checkbox"/> Signature Required</p> <p>4. <input type="checkbox"/> Insured</p> <p>5. <input type="checkbox"/> COD</p> <p>6. <input type="checkbox"/> Return Receipt for Merchandise</p>
3. Article Addressed to:	4. Article Number
Mountain States Natural Gas	7 326 253 214
Attn: David Blair	4b. Service Type
P.O. Box 35426	<input type="checkbox"/> Registered Mail
Tulsa, OK 74152-0426	<input type="checkbox"/> Express Mail
	<input checked="" type="checkbox"/> Return Receipt for Merchandise
5. Received By: (Print Name)	7. Date of Delivery
6. Signature: (Addressee or Agent)	8. Addressee's Address (Only if requested and fee is paid)
<i>x Michael B Blair</i>	

Thank you for using Return Receipt Service.

Form 3800, April 1995



HOLCOMB OIL AND GAS, INC.

P.O. Box 2058 • Farmington, NM 87499 • Phone: (505) 326-0550 • Fax: (505) 326-2149

May 24, 2000

Kimball & Williams Hooper
Attn: Mr. Greg D. Owens
P.O. Box 52147
Tulsa, Oklahoma 74152-0147

**RE: Ratification and New Communitization Agreement
AFE to rework well
McCroden B#1**

Dear Mr. Owens;

As we have not received your completed Communitization Agreement #14-08-001-5243, we are aware of the possibility you do not agree with the AFE. However, the Communitization Agreement is required by the BLM before any activity can begin.

As we mentioned in our prior letter, if you do not wish to participate in the repair of the McCroden B-1, please contact our office so we can negotiate an agreeable settlement to transfer your interests.

If you need additional information, or have any questions regarding this transaction, please feel free to contact our office at your earliest convenience.

Your prompt attention to this matter would be greatly appreciated.

Sincerely,

Z 326 253 215

U.S. Postal Service

Receipt for Certified Mail

Insurance Coverage Provided.

Use for International Mail (See reverse)

Kimball Williams Hooper	
P.O. Box 52147	
Tulsa, OK 74152-0147	
Postage	\$ 0.33
Additional Fee	1.40
Delivery Fee	
Restricted Delivery Fee	
Receipt Showing to & Date Delivered	1.25
Receipt Showing to Whom, Addressee's Address	
Postage & Fees	\$ 2.98
Mark or Date	

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):

- ☐ Addressee's Address
- ☐ Restricted Delivery

Consult postmaster for fee.

3. Article Addressed to:

Kimball Williams Hooper
Attn: Mr. Greg Owens
P.O. Box 52147
Tulsa, OK 74152-0147

4a. Article Number

Z 326 253 215

4b. Service Type

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

7. Date of Delivery

6-3-00

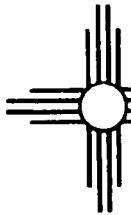
8. Addressee's Address (Only if requested and fee is paid)

5. Received by (Print Name)

Greg Owens

6. Signature (Addressee or Agent)

ur RETURN ADDRESS completed on the reverse side?



HOLCOMB OIL AND GAS, INC.

P.O. Box 2058 • Farmington, NM 87499 • Phone: (505) 326-0550 • Fax: (505) 326-2149

RECEIVED
BLM ROOM
JUL 11 11:10:45

July 7, 2000

SANTA FE, NEW MEXICO

Bureau of Land Management
NM 930
P.O. Box 27115
Santa Fe, New Mexico 87502-7115

JUL 21 2000
recd amy

**RE: Communitization Agreement
McCroden B-1**

Dear Sir or Madam,

Per your instructions and as follow-up to our prior correspondence please find an original Communitization Agreement for the McCroden B-1 well. We request your approval of this Communitization Agreement as it was an error on Energen's (previous operator) to allow the agreement to terminate.

All interest owners have been notified by certified mail on March 17, 2000 and May 24, 2000 (copies attached). The combined interest of those owners not responding is 18.860999%. According to NM&O Operating Company and Ramona Sweet Revocable Trust, they are acting as one company and are in the process of filing with the BLM the appropriate forms for acquiring Christopher Phillips interest.(copy of letter attached)

Should you require additional information or have any questions, please feel free to contact our office.

Sincerely,

W.J. Holcomb
W.J. Holcomb *cc. Smith*

HOG/McCroden Comm.Agr.

Note: Corrections to be made are highlighted



United States Department of the Interior

BUREAU OF LAND MANAGEMENT

Albuquerque Field Office
435 Montano Rd. N.E.
Albuquerque, New Mexico 87107-4935
www.nm.blm.gov

RECEIVED
AUG 03 2000

IN REPLY REFER TO:

3183 (010-amj)_

AUG 1 2000

Holcomb Oil and Gas, Inc.
P.O. Box 2058
Farmington, NM 87499

L - p/s handle.

Gentlemen:

Enclosed unapproved is Communitization Agreement (CA) for the McCroden B #1 well which was received in our office on July 21, 2000. It was initially sent to our BLM office in Santa Fe, New Mexico and was forwarded to our office. Please resubmit a new CA to the above address with the following corrections:

- ✓1. On the first page of the CA, leave the Contract Number blank. Our office will assign a new number;
- ✓2. All signatures should be acknowledged before a notary public;
- ✓3. Exhibit A shows Tract No. 1 as a State lease and should be Lease No. NMNM 02555;
4. Two originals and two copies of the CA must be submitted.

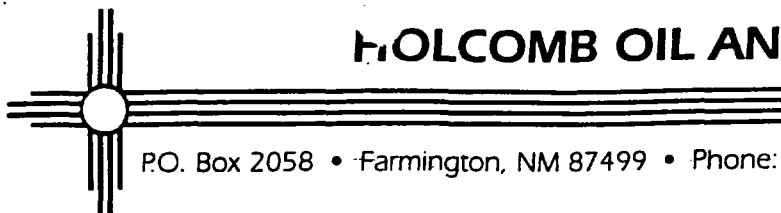
Enclosed for your information and assistance is a copy of the handbook for Communitization Agreements. If you have any questions please feel free to contact me at (505) 761-8910.

Sincerely,

Angie Medina-Jones

Angie Medina-Jones
Legal Instruments Examiner

Enclosures



P.O. Box 2058 • Farmington, NM 87499 • Phone:

August 11, 2000

Clark & Oatman
Attn: Carolyn Clark Oatman
P.O. Box 310
Bastrop, Texas 78602

**Re: Communitization Agreement
McCrodin B-1**

Dear Ms. Oatman;

Enclosed please find two (2) original signature and notary pages that need to be executed and returned to my attention as soon as possible. The only changes made to the Communitization Agreement are as follows:

- ◆ On the first page of the CA, the Contract Number has been left blank
- ◆ New signature lines and notary spaces have been added
- ◆ Exhibit A shows Tract No. 1 as Lease No. NMNM 02555, rather than State lease

These requests and requirements have been made by the BLM, as well as they now require two (2) originals be submitted. **PLEASE SIGN IN THE PRESENCE OF A NOTARY PUBLIC, AND RETURN THE ORIGINALS AS SOON AS POSSIBLE.**

If you should have any questions or need additional information, please feel free to contact me at (505) 326-0550. Thank you for your cooperation in this matter.

Sincerely,

Susan M. Herrera
Susan M. Herrera

Z 186 734 523

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

Sent to	CLARK & OATMAN Attn: Ms. Oatman
Street & Number	P.O. Box 310
Post Office, State, & ZIP Code	BASTROP, TX 78602
Postage	\$ 0.99
Certified Fee	1.40
Special Delivery Fee	
Restricted Delivery Fee	
Return Receipt Showing to Whom & Date Delivered	1.25
Return Receipt Showing to Whom, Date, & Addressee's Address	
TOTAL Postage & Fees	\$ 3.64
Postmark or Date	8/11/00

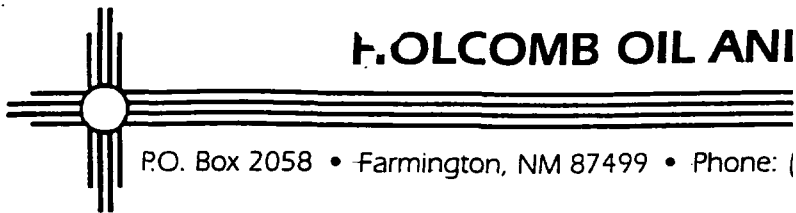
PS Form 3800, April 1995

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. <input type="checkbox"/> Addressee's Address 2. <input type="checkbox"/> Restricted Delivery Consult postmaster for fee.	
3. Article Addressed to: CLARK & OATMAN Attn: Carolyn Clark Oatman P.O. Box 310 BASTROP, TX 78602		4a. Article Number Z 186 734 523	
5. Received By: (Print Name) Jill Green		4b. Service Type <input type="checkbox"/> Registered <input checked="" type="checkbox"/> Certified <input type="checkbox"/> Express Mail <input type="checkbox"/> Insured <input checked="" type="checkbox"/> Return Receipt for Merchandise <input type="checkbox"/> COD	
6. Signature: (Addressee or Agent) X <u>Jill Green</u>		7. Date of Delivery 15 AUG 2000	
		8. Addressee's Address (Only if requested and fee is paid)	

Is your RETURN ADDRESS completed on the reverse side?

PS Form 3811, December 1994 102595-96-B-0229 Domestic Return Receipt

Thank you for using Return Receipt Service.



P.O. Box 2058 • Farmington, NM 87499 • Phone: (

August 11, 2000

Mr. William Gilliland
4411 Rawlins
Dallas, Texas 75219

**Re: Communitization Agreement
McCroden B-1**

Dear Mr. Gilliland;

Enclosed please find two (2) original signature and notary pages that need to be executed and returned to my attention as soon as possible. The only changes made to the Communitization Agreement are as follows:

- ◆ On the first page of the CA, the Contract Number has been left blank
- ◆ New signature lines and notary spaces have been added
- ◆ Exhibit A shows Tract No. 1 as Lease No. NMNM 02555, rather than State lease

These requests and requirements have been made by the BLM, as well as they now require two (2) originals be submitted. **PLEASE SIGN IN THE PRESENCE OF A NOTARY PUBLIC, AND RETURN THE ORIGINALS AS SOON AS POSSIBLE.**

If you should have any questions or need additional information, please feel free to contact me at (505) 326-0550. Thank you for your cooperation in this matter.

Sincerely,

Susan M. Herrera
Susan M. Herrera

Z 186 734 522

US Postal Service
Receipt for Certified Mail

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

Sent to	Mr. William Gilliland
Street & Number	4411 Rawlins
Post Office, State, & ZIP Code	Dallas, TX 75219
Postage	\$ 0.99
Certified Fee	1.40
Special Delivery Fee	
Restricted Delivery Fee	
Return Receipt Showing to Whom & Date Delivered	1.25
Return Receipt Showing to Whom, Date, & Addressee's Address	
TOTAL Postage & Fees	\$ 3.64
Postmark or Date	8/11/00

PS Form 3800, April 1995

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:

Mr. William Gilliland
4411 Rawlins
Dallas, TX 75219

4a. Article Number

Z 186 734 522

4b. Service Type

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

7. Date of Delivery

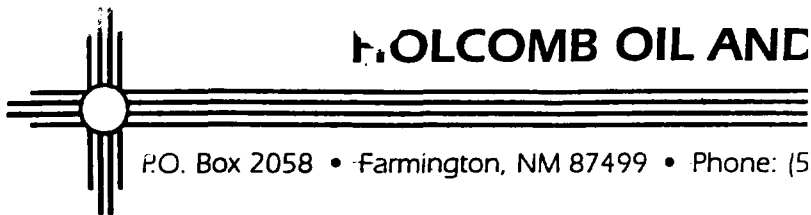
8-15-00

5. Received By: (Print Name)

6. Signature: (Addressee or Agent)

X [Signature]

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



P.O. Box 2058 • Farmington, NM 87499 • Phone: (505) 326-0550

August 11, 2000

Ramona Sweet Revocable Trust
Attn: Ramona B. Sweet
P.O. Box 1132
Tulsa, Oklahoma 74101

**Re: Communitization Agreement
McCroden B-1**

Dear Ms. Sweet,

Enclosed please find two (2) original signature and notary pages that need to be executed and returned to my attention as soon as possible. The only changes made to the Communitization Agreement are as follows:

- ◆ On the first page of the CA, the Contract Number has been left blank
- ◆ New signature lines and notary spaces have been added
- ◆ Exhibit A shows Tract No. 1 as Lease No. NMNM 02555, rather than State lease

These requests and requirements have been made by the BLM, as well as they now require two (2) originals be submitted. **PLEASE SIGN IN THE PRESENCE OF A NOTARY PUBLIC, AND RETURN THE ORIGINALS AS SOON AS POSSIBLE.**

If you should have any questions or need additional information, please feel free to contact me at (505) 326-0550. Thank you for your cooperation in this matter.

Sincerely,

Susan M. Herrera
Susan M. Herrera

Z 186 734 525

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

Sent to RAMONA SWEET REVOCABLE	
Street & Number P.O. Box 1132	
Post Office, State, & ZIP Code TULSA, OK 74101	
Postage	\$ 0.99
Certified Fee	1.40
Special Delivery Fee	
Restricted Delivery Fee	
Return Receipt Showing to Whom & Date Delivered	1.25
Return Receipt Showing to Whom, Date, & Addressee's Address	
TOTAL Postage & Fees	\$ 3.64
Postmark or Date 8/11/00	

PS Form 3800, April 1995

Is your RETURN ADDRESS completed on the reverse side?	SENDER:		I also wish to receive the following services (for an extra fee): 1. <input type="checkbox"/> Addressee's Address 2. <input type="checkbox"/> Restricted Delivery Consult postmaster for fee.
	<input type="checkbox"/> Complete items 1 and/or 2 for additional services. <input type="checkbox"/> Complete items 3, 4a, and 4b. <input type="checkbox"/> Print your name and address on the reverse of this form so that we can return this card to you. <input type="checkbox"/> Attach this form to the front of the mailpiece, or on the back if space does not permit. <input type="checkbox"/> Write "Return Receipt Requested" on the mailpiece below the article number. <input type="checkbox"/> The Return Receipt will show to whom the article was delivered and the date delivered.		
	3. Article Addressed to:	4a. Article Number	
	4b. Service Type		
	5. Received By: (Print Name)	6. Signature: (Addressee or Agent)	

3. Article Addressed to:
RAMONA SWEET REVOCABLE
Attn: RAMONA SWEET
P.O. Box 1132
TULSA, OK 74101

4a. Article Number
Z 186 734 525

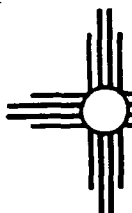
4b. Service Type
☐ Registered
☐ Express Mail
☒ Return Receipt for Merchandise
☒ Certified
☐ Insured
☐ COD

5. Received By: (Print Name)
LARRY SWEET

6. Signature: (Addressee or Agent)
[Signature]

7. Date of Delivery
AUG 15 2000

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



HOLCOMB OIL AND GAS

P.O. Box 2058 • Farmington, NM 87499 • Phone: (505) 326-0550

August 11, 2000

IBEX Partnership, LTD.
P.O. Box 911
Breckenridge, Texas 76424-0911

**Re: Communitization Agreement
McCrodin B-1**

Dear Sir or Madam:

Enclosed please find two (2) original signature and notary pages that need to be executed and returned to my attention as soon as possible. The only changes made to the Communitization Agreement are as follows:

- ◆ On the first page of the CA, the Contract Number has been left blank
- ◆ New signature lines and notary spaces have been added
- ◆ Exhibit A shows Tract No. 1 as Lease No. NMNM 02555, rather than State lease

These requests and requirements have been made by the BLM, as well as they now require two (2) originals be submitted. **PLEASE SIGN IN THE PRESENCE OF A NOTARY PUBLIC, AND RETURN THE ORIGINALS AS SOON AS POSSIBLE.**

If you should have any questions or need additional information, please feel free to contact me at (505) 326-0550. Thank you for your cooperation in this matter.

Sincerely,

Susan M. Herrera
Susan M. Herrera

Z 186 734 524

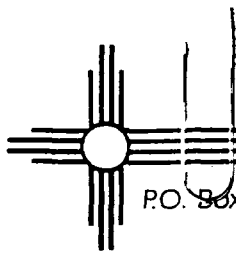
US Postal Service
Receipt for Certified Mail
No Insurance Coverage Provided.
Do not use for International Mail (See reverse)

Sent to IBEX Ptn. LTD	
Street & Number P.O. Box 911	
Post Office, State, & ZIP Code BRECKENRIDGE, TX 76424	
Postage	\$ 0.99
Certified Fee	1.40
Special Delivery Fee	
Restricted Delivery Fee	
Return Receipt Showing to Whom & Date Delivered	1.25
Return Receipt Showing to Whom, Date, & Addressee's Address	
TOTAL Postage & Fees	\$ 3.64
Postmark or Date 8/11/00	

PS Form 3800 April 1995

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. <input type="checkbox"/> Addressee's Address 2. <input type="checkbox"/> Restricted Delivery Consult postmaster for fee.
3. Article Addressed to: IBEX PARTNERSHIP, LTD. P.O. Box 911 BRECKENRIDGE, TX 76424-0911	4a. Article Number Z 186 734 524 4b. Service Type <input type="checkbox"/> Registered <input checked="" type="checkbox"/> Certified <input type="checkbox"/> Express Mail <input type="checkbox"/> Insured <input checked="" type="checkbox"/> Return Receipt for Merchandise <input type="checkbox"/> COD	7. Date of Delivery 8-15-00
5. Received By: (Print Name) Christie Spencer 6. Signature: (Addressee or Agent) Christie Spencer	8. Addressee's Address (Only if requested and fee is paid)	



OLCOMB OIL AND GAS, INC.

P.O. Box 2058 • Farmington, NM 87499 • Phone: (505) 326-0550 • Fax: (505) 326-2149

August 23, 2000

Mr. William Gilliland
4411 Rawlins
Dallas, Texas 75219

**Re: Communitization Agreement
McCroden B-1**

Dear Mr. Gilliland,

I would like to apologize for any confusion I may have caused you in my last package. To help make this simpler, as you requested on the phone, I have sent only the pages you need to sign, date, and have notarized. There are only two originals and I need them both returned completed.

If you should have any questions or if your notary has any questions, please feel free to contact me at (505) 326-0550 or if that line is busy, I can be reached at (505) 326-2149. Thank you for your patience and cooperation in this matter.

Sincerely,


Susan M. Herrera

Z 186 734 776

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

Sent to	
MR. WILLIAM GILLILAND	
Street & Number	
4411 RAWLINS	
Post Office, State, & ZIP Code	
DALLAS, TX 75219	
Postage	\$ 0.55
Certified Fee	1.40
Special Delivery Fee	
Restricted Delivery Fee	
Return Receipt Showing to Whom & Date Delivered	1.25
Return Receipt Showing to Whom, Date, & Address	
TOTAL Postage & Fees	\$ 3.20
Postmark or Date	
AUG 23 2000	

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.

3. Article Addressed to:

MR. WILLIAM GILLILAND
4411 RAWLINS
DALLAS, TX 75219

5. Received By: (Print Name)

6. Signature: (Addressee or Agent)

X 

4a. Article Number

Z 186 734 776

4b. Service Type

- | | |
|--------------------------------------------------------------------|-----------------------------------------------|
| <input type="checkbox"/> Registered | <input checked="" type="checkbox"/> Certified |
| <input type="checkbox"/> Express Mail | <input type="checkbox"/> Insured |
| <input checked="" type="checkbox"/> Return Receipt for Merchandise | <input type="checkbox"/> COD |

7. Date of Delivery

AUG 23 2000

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

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

- ☐ Addressee's Address
- ☐ Restricted Delivery

Consult postmaster for fee.

Thank you for using Return Receipt Service.

IBEX PARTNERSHIP, LTD.
BRECKENRIDGE, TEXAS 76424-0911

POST OFFICE BOX 911

AREA CODE 254 559-3355

September 5, 2000

Ms. Susan Herrera
Holcomb Oil and Gas, Inc.
P. O. 2058
Farmington, NM 87499

Re: McCroden B #1 (5795)
Rio Arriba County, NM

Dear Ms. Herrera:

Please find enclosed two original signature pages with changes to the
Communitization Agreement covering the above referenced well.

If you have any questions, please give us a call.


Yours very truly,

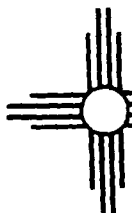


Edgar L. Price
Land Department

ELP/aw
5795.9500

Enclosure





HOLCOMB OIL AND GAS, INC.

P.O. Box 2058 • Farmington, NM 87499 • Phone: (505) 326-0550 • Fax: (505) 326-2149

September 20, 2000

Ramona Sweet Revocable Trust
Attn: Larry Sweet
P.O. Box 1132
Tulsa, Oklahoma 74101

**Re: Communitization Agreement
McCroden B-1**

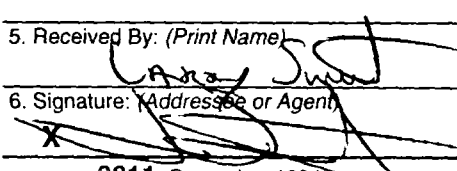
Dear Mr. Sweet,

This letter is a follow up to our letter sent to you August 11, 2000. It seems as though you were in receipt of this correspondence August 15, 2000. We know how easy it is to put aside and forget some paperwork, however, we must have the Communitization Agreement submitted and approved by the BLM before any activity can begin.

Should you have any questions or need additional information, please feel free to contact me at the number listed on this letterhead. Thank you for your prompt attention to this matter.

Sincerely,


Susan M. Herrera

SENDER: <ul style="list-style-type: none">■ 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. <input type="checkbox"/> Addressee's Address 2. <input type="checkbox"/> Restricted Delivery Consult postmaster for fee.	
3. Article Addressed to: RAMONA SWEET REVOCABLE TRUST ATTN: LARRY SWEET P.O. Box 1132 TULSA, OK 74101		4a. Article Number 2186734 526	
		4b. Service Type <input type="checkbox"/> Registered <input checked="" type="checkbox"/> Certified <input type="checkbox"/> Express Mail <input type="checkbox"/> Insured <input checked="" type="checkbox"/> Return Receipt for Merchandise <input type="checkbox"/> COD	
5. Received By: (Print Name) Larry Sweet		7. Date of Delivery 9-25-00	
6. Signature: (Addressee or Agent) 		8. Addressee's Address (Only if requested and fee is paid)	

your RETURN ADDRESS completed on the reverse side?

Thank you for using Return Receipt Service.

102595-98-B-0229 Domestic Return Receipt



HOLCOMB OIL AND GAS

P.O. Box 2058 • Farmington, NM 87499 • Phone: (505) 32

October 17, 2000

Bureau of Land Management
Albuquerque Field Office
435 Montano Road N.E.
Albuquerque, New Mexico 87107-4935

**Re: Communization Agreement
McCroden B-1**


Dear Sir or Madam:

Per your instructions, please find the following corrections having been made to the above referenced agreement.

- On the first page, the Contract Number has been left blank
- All signatures have been acknowledged before a notary public
- Exhibit A shows Tract No. 1 as Lease No. NMNM 02555
- Two originals and two copies are being submitted

Should you need additional information or have any questions, please contact our office at your earliest convenience.

Sincerely,


Susan M. Herrera
Production Analyst

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):

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

3. Article Addressed to:

BLM
ALBUQUERQUE FIELD OFFICE
435 MONTANO RD. NE
ALBUQUERQUE, NM
87107-4935

4a. Article Number

Z 186 734 531

4b. Service Type

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

7. Date of Delivery

10/19/00

5. Received By: (Print Name)

Joyce Troy

6. Signature: (Addressee or Agent)

X 

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

Z 186 734 531

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

Sent to	
BLM, ALBUQUERQUE FIELD OFFICE	
Street & Number	
435 MONTANO RD NE	
Post Office, State, & ZIP Code	
ALBUQUERQUE, NM 87107	
Postage	\$ 2.75
Certified Fee	1.40
Special Delivery Fee	
Restricted Delivery Fee	
Return Receipt Showing to Whom & Date Delivered	1.25
Return Receipt Showing to Whom, Date, & Addressee's Address	
TOTAL Postage & Fees	\$ 5.40
Postmark or Date	
10/17/00	

PS Form 3800, April 1995



United States Department of the Interior

BUREAU OF LAND MANAGEMENT

Albuquerque Field Office

435 Montano Rd. NE

Albuquerque, New Mexico 87107-4935

www.nm.blm.gov

IN REPLY REFER TO:
3183 (010-amj)

OCT 20 2000

Holcomb Oil and Gas, Inc.
Attn: Susan M. Herrera
P.O. Box 2058
Farmington, NM 87499

Dear Ms. Herrera:

Enclosed is an unapproved Communitization Agreement (CA) for the McCroden B #1 well. Further research of our files show that Energen Resources is currently the operator for this well and a Sundry Notice for Change of Operator must be filed with our office. Transfer of Operating Rights was filed with our office in Santa Fe for the purpose of Federal leases NMNM 02555 and NMNM 03779. A new CA must be resubmitted with the following information:

1. Correction of page 1 replacing dry grass with natural gas, ✓ (1)
 2. Exhibit B has some discrepancies as to the present lessees. Enclosed are the case abstracts for Federal leases NMNM 02555 and NMNM 03779. The case abstracts show NM&O Operating Company is in no way tied to either of the leases. Christopher L. Phillips, Ramona Sweet Revocable and Whittier Energy Company have operating rights only. Also there are other lessees for both leases which will need to be incorporated into the CA along with signatures and acknowledged before a Notary Public (red marks on case abstracts). Since this is fairly complex, please call me so that we may discuss it prior to resubmitting the CA. (2) - CORRECTIONS 4/18/00
 3. There is no date as to when Ibex Partnership, Ltd. signed the agreement. (6) - USE SAME DATE AS NOTARY = 9/1/00.
- If you need further assistance in this matter, please do not hesitate to call me at (505) 761-8910.

Sincerely,

Angie Medina Jones

Angie Medina-Jones
Legal Instruments Examiner

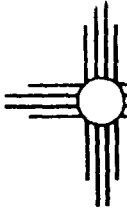
Enclosures

Memo

To: McCroden B-1 File
From: Susan
CC:
Date: 2/15/2001
Re: McCroden B-1 CA / Land Title Opinion

Mcroden Lease Files Given to Walter Parks

Walter Parks and his assistant picked up our McCroden Lease files to do a title opinion.



HOLCOMB OIL AND GAS, INC.

P.O. Box 2058 • Farmington, NM 87499 • Phone: (505) 326-0550 • Fax: (505) 326-2149

CERTIFIED RETURN RECEIPT 7000 1670 0012 7263 0536

April 6, 2001

Mr. Richard Corcoran, District Landman
ENERGEN RESOURCES CORPORATION
2198 Bloomfield Hwy
Farmington, NM 87401

RE: McCroden B-1 Well
NM-02555 and NM-03779
Rio Arriba County, NM

Dear Mr. Corcoran:

After extensive title search by an independent landman we are now in the process of filing appropriate Transfers and Assignments necessary to be able to proceed with putting the referenced well on production.

This title search has brought to light deficiencies which Energen Resources Corporation will have to correct. These are as follows:

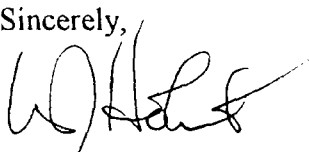
- Energen Resources Corporation lists on their Division of Interest Mr. William R. Gililand with a 1.57175% interest on NM-02555. There are no records of the BLM Transfer of Operating Rights form filed for this interest; nor are there any assignments filed with the county records.
- Energen Resources Corporation lists on their Division of interest Mr. William R. Gililand with a 1.57175% interest on NM-03779. There are no records of the BLM Transfer of Operating Rights form filed for this interest; nor are there any assignments filed with the county records.
- On both NM-02555 and NM-03779 Taurus Exploration U.S.A., Inc. still shows up as Record Title Owners with a 49.704% interest. It would appear that Energen Resources Corporation has not filed the necessary forms with the BLM in order to transfer these interests from Taurus to Energen.

Mr. Richard Corcoran
RE: McCroden B-1 Well

Page 2.
April 6, 2001

We would appreciate your prompt attention in the filing of the necessary documents to cure this title, so that we may proceed to make progress in our original intent of putting this well on line.

Sincerely,

A handwritten signature in dark ink, appearing to read "W. J. Holcomb", with a stylized flourish at the end.

W. J. Holcomb

slh

Enclosures

03779
NM 02555-

T25N-R3W,NMPM

Section 4: SW/4SW/4

Rio Arriba County, New Mexico

Containing 40.00 Acres

Pictured Cliffs Formation

OPERATING RIGHTS OWNERS

WHITTIER ENERGY COMPANY	49.704%
MHW ENERGY, LTD.	12.574%
HOOPER, KIMBALL & WILLIAMS, INCORPORATED	12.574%
MOUNTAIN STATES NATURAL GAS CORPORATION	6.287%
IBEX PARTNERSHIP	11.77584%
NM&O OPERATING COMPANY	3.1435%
RAMONA SWEET REVOCABLE TRUST	1.57175%
WILLIAM R. GILLILAND*	1.57175%
THE WARREN T. CLARK TRUST (Mabel Reed Trustee)	0.30698%
CAROLYN CLARK OATMAN	0.33001%
TESTAMENTARY TRUST UNDER WILL OF WARREN CLARK	0.16117%

TOTAL 100.00%

OVERRIDING ROYALTY

CLARA B. McCRODEN TRUST	2.50%
Thomas J. McCroden Trustee	

*can find nothing in the BLM records or Holcomb's records conveying any interest into William R. Gilliland

05779
NM 02555

T25N-R3W,NMPM

Section 4: SW/4SW/4

Rio Arriba County, New Mexico

Containing 40.00 Acres

Pictured Cliffs Formation

RECORD TITLE OWNERS

TAURUS EXPLORATION U.S.A., INC.	49.704%
MHW ENERGY, LTD.	12.574%
HOOPER, KIMBALL & WILLIAMS, INCORPORATED	12.574%
MOUNTAIN STATES NATURAL GAS CORPORATION	6.287%
IBEX PARTNERSHIP	5.88792%
MARY ALICE GILLILAND	3.1435%
SAMSON RESOURCES COMPANY	2.92345%
DAMSON ENERGY A, L.P.	1.78093%
DAMSON ENERGY B, L.P.	1.56417%
THE WARREN T. CLARK TRUST	0.46816%
DAMSON OIL CORPORATION	0.44359%
DAMSON INSTITUTIONAL SERIES 82E-1 CORPORATION	0.34896%
CAROLYN CLARK OATMAN	0.33000%
DAMSON OIL & GAS INCOME FUND - SERIES 1984-3	0.31593%
DAMSON OIL & GAS INCOME FUND - SERIES 1984-5	0.31031%
DAMSON INSTITUTIONAL SERIES 84E-1 CORPORATION	0.3059%
DAMSON INSTITUTIONAL SERIES 83E-3 CORPORATION	0.26042%
DUER WAGNER, III	0.22004%
DAMSON 1983-84 OIL & GAS INCOME FUND SERIES 1984-1	0.1998%
DAMSON INSTITUTIONAL SERIES 83E-1 CORPORATION	0.18991%
DAMSON OIL & GAS INCOME FUND - SERIES 1984-4	0.16801%

TOTAL	100.00%
-------	---------

02555

02555

NM 03779

T25N-R3W,NMPM

Section 4: N/2SW/4, SE/4SW/4

Rio Arriba County, New Mexico

Containing 120.00 Acres

Pictured Cliffs Formation

OPERATING RIGHTS OWNERS

✓ WHITTIER ENERGY COMPANY	49.704%	20 H029
✓ MHW ENERGY, LTD.	12.574%	20 H029
✓ HOOPER, KIMBALL & WILLIAMS, INCORPORATED	12.574%	20 H029
✓ MOUNTAIN STATES NATURAL GAS CORPORATION	6.287%	
✓ IBEX PARTNERSHIP	11.77584%	
✓ NM&O OPERATING COMPANY	3.1435%	
✓ RAMONA SWEET REVOCABLE TRUST	1.57175%	
✓ WILLIAM R. GILLILAND*	1.57175%	
✓ THE WARREN T. CLARK TRUST (Mabel Reed Trustee)	0.30698%	
✓ CAROLYN CLARK OATMAN	0.33001%	
✓ TESTAMENTARY TRUST UNDER WILL OF WARREN CLARK	0.16117%	

TOTAL 100.00%

OVERRIDING ROYALTY

CLARA B. McCRODEN TRUST	2.50%
Thomas J. McCroden Trustee	

*can find nothing in the BLM records or Holcomb's records conveying any interest into William R. Gilliland

Gunnison Gas Gathering, LLC

From: Gunnison Gas Gathering, LLC [GGAS@digii.net]
Sent: Tuesday, May 01, 2001 4:17 PM
To: davidblair34@netzero.net
Subject: McCroden CA

Importance: High



McCroden B-1 Comm.
Agr..doc



McCroden CA
EXHIBIT A.doc



McCroden CA
EXHIBIT B.doc



McCroden Owner
Letter.doc

return to me as soon as possible.

Please print two originals and

Thank you for your cooperation and patience.

Susan

Tracking: **Recipient**
davidblair34@netzero.net

Read
Read: 5/1/01 3:25 PM

Mountain States Natural Gas, Corp.

P.O. Box 12323
Las Vegas, NV 89112
(702) 737-6843
Fax: (702) 893-1066
E-mail: davidblair@msngas.com

May 1, 2001

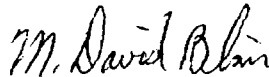
To: Susan
Holcomb Oil & Gas Inc.
Farmington, NM 87499
Fax: (505) 326-2149

Dear Susan:

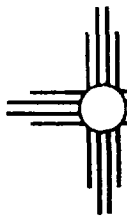
I spoke with you on April 17, 2001. I updated my company's address for your records because you said you were mailing a communitization agreement to us on the McCroden B #1 well at T25N-R3W-Sec. 4-SW/4, Rio Arriba County, New Mexico.

Mountain States owns a WI=0.06287 and an NRI=0.05344 in this well. We have not received the communitization agreement that you spoke of yet. Please contact me and let me know if it has been sent or when we can expect to receive it? Thank you.

Sincerely,



M. David Blair
General Manager



HOLCOMB OIL AND GAS, INC.

P.O. Box 2058 • Farmington, NM 87499 • P

May 2, 2001

IBEX Partnership, Ltd.
P.O. Box 911
Breckenridge, Texas 76424-0911

Re: **McCroden B-1**
Communitization Agreement

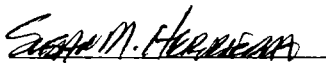
Dear Operating Right or Record Title Owner:

Enclosed you will find two (2) original Communitization Agreements that require your signature with date and title. Please execute these documents in the presence of a notary public. Please also ensure that the notary public completes the required information for your documents to be acceptable, such as the county and state and when their commission expires.

After extensive research by an independent land man and many conversations with the BLM, we are requesting that all operating rights and record title owners execute this Communitization Agreement.

Should you have any questions or need additional information, please feel free to contact me at your earliest convenience.

Sincerely,


Susan M. Herrera
(505) 326-0550
GGAS@digii.net

Encls.

EX Partnership, Ltd.
P.O. Box 911
kenridge, Texas 76424

U.S. Postal Service CERTIFIED MAIL RECEIPT (Domestic Mail Only; No Insurance Coverage Provided)

4978 ENTB ET00 029T 0002

Postage	\$ 1.81
Certified Fee	1.90
Return Receipt Fee (Endorsement Required)	1.50
Restricted Delivery Fee (Endorsement Required)	
Total Postage & Fees	\$ 5.21

Postmark
Here

5/3/01

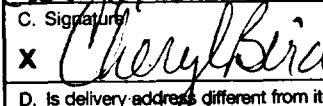
Sent To	
IBEX PARTNERSHIP, LTD.	
Street, Apt. No., or PO Box No.	
P.O. Box 911	
City, State, ZIP+4	
BRECKENRIDGE, TX 76424	
PS Form 3800, May 2000	See Reverse for Instructions

SENDER: COMPLETE THIS SECTION

- Complete items 1, 2, and 3. Also complete item 4 if Restricted Delivery is desired.
- Print your 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.

1. Article Addressed to:

COMPLETE THIS SECTION ON DELIVERY

- A. Received by (Please Print Clearly) Cheryl Bird B. Date of Delivery 5-3-01
- C. Signature  ☐ Agent ☐ Address
- D. Is delivery address different from item 1? ☐ Yes ☐ No
If YES, enter delivery address below:

3. Service Type
- ☒ Certified Mail ☐ Express Mail
- ☐ Registered ☒ Return Receipt for Merchandise
- ☐ Insured Mail ☐ C.O.D.
4. Restricted Delivery? (Extra Fee) ☐ Yes

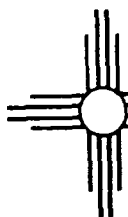
2. Article Number (Copy from service label)

7000 1670 2013 8143 8184

PS Form 3811 July 1999

Domestic Return Receipt

102595-00-M-05



HOLCOMB OIL AND GAS, INC.

P.O. Box 2058 • Farmington, NM 87499 • PR

May 2, 2001

Samson Resources Company
Two West 2nd Street
Tulsa, Oklahoma 74103

Re: **McCroden B-1
Communitization Agreement**

Dear Operating Right or Record Title Owner:

Enclosed you will find two (2) original Communitization Agreements that require your signature with date and title. Please execute these documents in the presence of a notary public. Please also ensure that the notary public completes the required information for your documents to be acceptable, such as the county and state and when their commission expires.

After extensive research by an independent land man and many conversations with the BLM, we are requesting that all operating rights and record title owners execute this Communitization Agreement.

Should you have any questions or need additional information, please feel free to contact me at your earliest convenience.

Sincerely,

Susan M. Herrera
(505) 326-0550
GGAS@digii.net

Encls.

**Samson Resources
Company
Two West 2nd Street
Tulsa, Oklahoma 74103**

2. Article Number (Copy from service label)

7000 1670 0013 8143 8191

PS Form 3811, July 1999

U.S. Postal Service CERTIFIED MAIL RECEIPT (Domestic Mail Only; No Insurance Coverage Provided)

1618 ENTB ETOO 0291 0002

Postage	\$ 1.81
Certified Fee	1.90
Return Receipt Fee (Endorsement Required)	1.50
Restricted Delivery Fee (Endorsement Required)	
Total Postage & Fees	\$ 5.21

Postmark
Here

5/3/01

Sent To	
SAMSON RESOURCES COMPANY	
Street Apt. No. or PO Box No.	
Two West 2 nd Street	
City, State, ZIP+4	
Tulsa, OK 74103	

PS Form 3800, May 2000 See Reverse for Instructions

SENDER: COMPLETE THIS SECTION

- Complete items 1, 2, and 3. Also complete item 4 if Restricted Delivery is desired.
- Print your 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.

1. Article Addressed to:

COMPLETE THIS SECTION ON DELIVERY

A. Received by (Please Print Clearly) B. Date of Delivery

C. Signature

X

D. Is delivery address different from item 1? ☐ Yes
If YES, enter delivery address below: ☐ No

3. Service Type

- ☒ Certified Mail ☐ Express Mail
☐ Registered ☒ Return Receipt for Merchandise
☐ Insured Mail ☐ C.O.D.

4. Restricted Delivery? (Extra Fee) ☐ Yes

Domestic Return Receipt

102595-00-M-0952



HOLCOMB OIL AND GAS, INC.

P.O. Box 2058 • Farmington, NM 87499 •

May 2, 2001

William R. Gilliland
4411 Rawlins
Dallas, Texas 75219

Re: **McCroden B-1**
Communitization Agreement

Dear Operating Right or Record Title Owner:

Enclosed you will find two (2) original Communitization Agreements that require your signature with date and title. Please execute these documents in the presence of a notary public. Please also ensure that the notary public completes the required information for your documents to be acceptable, such as the county and state and when their commission expires.

After extensive research by an independent land man and many conversations with the BLM, we are requesting that all operating rights and record title owners execute this Communitization Agreement.

Should you have any questions or need additional information, please feel free to contact me at your earliest convenience.

Sincerely,

Susan M. Herrera
(505) 326-0550
GGAS@digii.net

Encls.

William R. Gilliland
4411 Rawlins
Dallas, Texas 75219

U.S. Postal Service CERTIFIED MAIL RECEIPT (Domestic Mail Only; No Insurance Coverage Provided)

BETTER
ENTER
ETOD
029T
0000

Postage	\$ 1.81
Certified Fee	1.90
Return Receipt Fee (Endorsement Required)	1.50
Restricted Delivery Fee (Endorsement Required)	
Total Postage & Fees	\$5.21

Postmark
Here

5/3/01

Sent To	WILLIAM R. GILLILAND
Street, Apt. No., or PO Box No.	4411 RAWLINS
City, State, ZIP+4	DALLAS, TX 75219

PS Form 3800, May 2000 See Reverse for Instructions

SENDER: COMPLETE THIS SECTION

- Complete items 1, 2, and 3. Also complete item 4 if Restricted Delivery is desired.
- Print your 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.

1. Article Addressed to:

2. Article Number (Copy from service label)

7000 1670 0013 8143 8139

PS Form 3811, July 1999

COMPLETE THIS SECTION ON DELIVERY

A. Received by (Please Print Clearly) B. Date of Delivery

ARM GILLILAND, May 7

C. Signature

X ☐ Agent

☐ Addressee

D. Is delivery address different from item 1? ☐ Yes

If YES, enter delivery address below: ☐ No

RECEIVED
MAY 14 2001

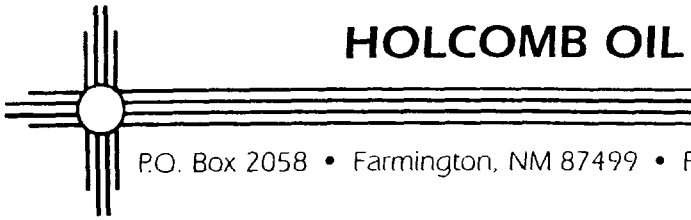
3. Service Type

☒ Certified Mail ☐ Express Mail
☐ Registered ☒ Return Receipt for Merchandise
☐ Insured Mail ☐ C.O.D.

4. Restricted Delivery? (Extra Fee) ☐ Yes

Domestic Return Receipt

102595-00-M-09



HOLCOMB OIL AND GAS, INC.

P.O. Box 2058 • Farmington, NM 87499 • F

May 2, 2001

Ramona Sweet Revocable Trust
P.O. Box 1132
Tulsa, Oklahoma 74101

Re: **McCroden B-1
Communitization Agreement**

Dear Operating Right or Record Title Owner:

Enclosed you will find two (2) original Communitization Agreements that require your signature with date and title. Please execute these documents in the presence of a notary public. Please also ensure that the notary public completes the required information for your documents to be acceptable, such as the county and state and when their commission expires.

After extensive research by an independent land man and many conversations with the BLM, we are requesting that all operating rights and record title owners execute this Communitization Agreement.

Should you have any questions or need additional information, please feel free to contact me at your earliest convenience.

Sincerely,

Susan M. Herrera
(505) 326-0550
GGAS@digii.net

Encls.

**Ramona Sweet Revocable
Trust
P.O. Box 1132
Tulsa, Oklahoma 74101**

2. Article Number (Copy from service label)

7000 1670 0013 8143 8153

PS Form 3811, July 1999

U.S. Postal Service CERTIFIED MAIL RECEIPT (Domestic Mail Only; No Insurance Coverage Provided)

ESTR ENTB ETD0 029T 0000

Postage	\$ 1.81
Certified Fee	1.90
Return Receipt Fee (Endorsement Required)	1.50
Restricted Delivery Fee (Endorsement Required)	
Total Postage & Fees	\$ 5.21

Postmark
Here

5/3/01

Sent To	
RAMONA SWEET REVOCABLE TRUST	
Street, Apt. No., or PO Box No.	
P.O. Box 1132	
City, State ZIP+4	
TULSA, OK 74101	
PS Form 3800, May 2000	
See Reverse for Instructions	

SENDER: COMPLETE THIS SECTION

- Complete items 1, 2, and 3. Also complete item 4 if Restricted Delivery is desired.
- Print your 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.

1. Article Addressed to:

COMPLETE THIS SECTION ON DELIVERY

A. Received by (Please Print Clearly) Date

LARRY SWEET MAY 10 2001

C. Signature

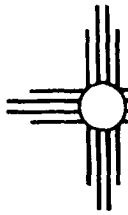
X

D. Is delivery address different from item 1? If YES, enter delivery address below:

3. Service Type
☒ Certified Mail ☐ Express Mail
☐ Registered ☒ Return Receipt for Merchandise
☐ Insured Mail ☐ C.O.D.

4. Restricted Delivery? (Extra Fee) ☐ Yes

102595-00 M.C.



HOLCOMB OIL AND GAS, INC.

P.O. Box 2058 • Farmington, NM 87499 • Ph

May 2, 2001

Mary Alice Gilliland
7420 Caruther
Dallas, Texas 75225

**Re: McCroden B-1
Communitization Agreement**

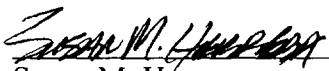
Dear Operating Right or Record Title Owner:

Enclosed you will find two (2) original Communitization Agreements that require your signature with date and title. Please execute these documents in the presence of a notary public. Please also ensure that the notary public completes the required information for your documents to be acceptable, such as the county and state and when their commission expires.

After extensive research by an independent land man and many conversations with the BLM, we are requesting that all operating rights and record title owners execute this Communitization Agreement.

Should you have any questions or need additional information, please feel free to contact me at your earliest convenience.

Sincerely,


Susan M. Herrera
(505) 326-0550
GGAS@digii.net

Encls.

7000 1670 0012 7263 0475

U.S. Postal Service CERTIFIED MAIL RECEIPT (Domestic Mail Only; No Insurance Coverage Provided)

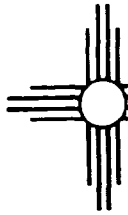
Postage	\$ 1.81
Certified Fee	1.90
Return Receipt Fee (Endorsement Required)	1.50
Restricted Delivery Fee (Endorsement Required)	
Total Postage & Fees	\$5.21

Postmark
Here

5/3/01

Sent To	MARY ALICE GILLILAND
Street, Apt. No., or PO Box No.	7420 CARUTHER
City, State ZIP+4	DALLAS, TX 75225

PS Form 3800, May 2000 See Reverse for Instructions



HOLCOMB OIL AND GAS, INC.

P.O. Box 2058 • Farmington, NM 87499 • Phone:

May 2, 2001

Testamentary Trust under the Will of Warren Clark
P.O. Box 1846
Austin, Texas 78700

**Re: McCroden B-1
Communitization Agreement**


Dear Operating Right or Record Title Owner:

Enclosed you will find two (2) original Communitization Agreements that require your signature with date and title. Please execute these documents in the presence of a notary public. Please also ensure that the notary public completes the required information for your documents to be acceptable, such as the county and state and when their commission expires.

After extensive research by an independent land man and many conversations with the BLM, we are requesting that all operating rights and record title owners execute this Communitization Agreement.

Should you have any questions or need additional information, please feel free to contact me at your earliest convenience.

Sincerely,


Susan M. Herrera
(505) 326-0550
GGAS@digii.net

Encls.

U.S. Postal Service CERTIFIED MAIL RECEIPT (Domestic Mail Only; No Insurance Coverage Provided)

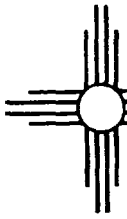
2219 EHT9 ET00 0491 0002

Postage	\$ 1.81
Certified Fee	1.90
Return Receipt Fee (Endorsement Required)	1.50
Restricted Delivery Fee (Endorsement Required)	
Total Postage & Fees	\$ 5.21

Postmark
Here

5/3/01

Sent To
TESTAMENTARY TRUST OF W. CLARK
Street, Apt. No. or PO Box No.
P.O. Box 1846
City, State, ZIP+4
Austin, TX 78700
PS Form 3800, May 2000 See Reverse for Instructions



HOLCOMB OIL AND GAS, INC.

P.O. Box 2058 • Farmington, NM 87499 • Ph: (505) 326-0550

May 2, 2001

Warren T. Clark Trust
P.O. Box 73
Austin, Texas 78767

**Re: McCroden B-1
Communitization Agreement**

Dear Operating Right or Record Title Owner:

Enclosed you will find two (2) original Communitization Agreements that require your signature with date and title. Please execute these documents in the presence of a notary public. Please also ensure that the notary public completes the required information for your documents to be acceptable, such as the county and state and when their commission expires.

After extensive research by an independent land man and many conversations with the BLM, we are requesting that all operating rights and record title owners execute this Communitization Agreement.

Should you have any questions or need additional information, please feel free to contact me at your earliest convenience.

Sincerely,

Susan M. Herrera
(505) 326-0550
GGAS@digii.net

Encls.

U.S. Postal Service
CERTIFIED MAIL RECEIPT
(Domestic Mail Only; No Insurance Coverage Provided)

Postage	\$ 1.81
Certified Fee	1.90
Return Receipt Fee (Endorsement Required)	1.50
Restricted Delivery Fee (Endorsement Required)	
Total Postage & Fees	\$ 5.21

Postmark
Here

5/3/01

7000 1670 0013 8146 8146

Sent To	WARREN T. CLARK TRUST
Street, Apt. No., or PO Box No.	P.O. Box 73
City, State, ZIP+4	AUSTIN, TX 78767

PS Form 3800, May 2000 See Reverse for Instructions



HOLCOMB OIL AND GAS INC

P.O. Box 2058 • Farmington, NM 87499 •

May 2, 2001

NM&O Operating Company
6 East Fifth, Suite 200
Tulsa, Oklahoma 74103

Re: **McCroden B-1**
Communitization Agreement

Dear Operating Right or Record Title Owner:

Enclosed you will find two (2) original Communitization Agreements that require your signature with date and title. Please execute these documents in the presence of a notary public. Please also ensure that the notary public completes the required information for your documents to be acceptable, such as the county and state and when their commission expires.

After extensive research by an independent land man and many conversations with the BLM, we are requesting that all operating rights and record title owners execute this Communitization Agreement.

Should you have any questions or need additional information, please feel free to contact me at your earliest convenience.

Sincerely,

Susan M. Herrera
(505) 326-0550
GGAS@digii.net

Encls.

SENDER: COMPLETE THIS SECTION

- Complete items 1, 2, and 3. Also complete item 4 if Restricted Delivery is desired.
- Print your 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.

1. Article Addressed to:

**NM&O Operating
Company
East Fifth, Suite 200
Tulsa, Oklahoma 74103**

2. Article Number (Copy from service label)

7000 1670 0013 8143 8160

PS Form 3811, July 1999

U.S. Postal Service CERTIFIED MAIL RECEIPT (Domestic Mail Only; No Insurance Coverage Provided)

Postage	\$ 1.81
Certified Fee	1.90
Return Receipt Fee (Endorsement Required)	1.50
Restricted Delivery Fee (Endorsement Required)	
Total Postage & Fees	\$5.21

Postmark
Here

5/3/01

Sent To
NM&O OPERATING COMPANY
Street, Apt. No., or P.O. Box No.
EAST FIFTH, SUITE 200
City, State ZIP+4
TULSA, OK 74103

PS Form 3800, May 2000

See Reverse for Instructions

COMPLETE THIS SECTION ON DELIVERY

A. Received by (Please Print Clearly)

Hele Thomas

C. Signature

X

D. Is delivery address different from item 1? ☐ Yes

If YES, enter delivery address below: ☐ No

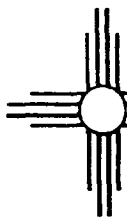
3. Service Type

☒ Certified Mail ☐ Express Mail
☐ Registered ☒ Return Receipt for Merchandise
☐ Insured Mail ☐ C.O.D.

4. Restricted Delivery? (Extra Fee) ☐ Yes

Domestic Return Receipt

102595-00-M-095



HOLCOMB OIL AND GAS, INC.

P.O. Box 2058 • Farmington, NM 87499 • Ph

May 2, 2001

Clark and Oatman
P.O. Box 310
Bastrop, Texas 78602

**Re: McCroden B-1
Communitization Agreement**

Dear Operating Right or Record Title Owner:

Enclosed you will find two (2) original Communitization Agreements that require your signature with date and title. Please execute these documents in the presence of a notary public. Please also ensure that the notary public completes the required information for your documents to be acceptable, such as the county and state and when their commission expires.

After extensive research by an independent land man and many conversations with the BLM, we are requesting that all operating rights and record title owners execute this Communitization Agreement.

Should you have any questions or need additional information, please feel free to contact me at your earliest convenience.

Sincerely,

Susan M. Herrera
(505) 326-0550
GGAS@digii.net

Encls.

SENDER: COMPLETE THIS SECTION

- Complete items 1, 2, and 3. Also complete item 4 if Restricted Delivery is desired.
- Print your 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.

1. Article Addressed to:

**Clark and Oatman
P.O. Box 310
Bastrop, Texas 78602**

2. Article Number (Copy from service label)

7000 1679 0012 7263 0468

PS Form 3811, July 1999

**U.S. Postal Service
CERTIFIED MAIL RECEIPT**
(Domestic Mail Only; No Insurance Coverage Provided)

Postage \$ 1.81
Certified Fee 1.90
Return Receipt Fee (Endorsement Required) 1.50
Restricted Delivery Fee (Endorsement Required)
Total Postage & Fees \$ 5.21

Postmark Here
5/3/01

Sent To
CLARK & OATMAN
Street, Apt. No., or PO Box No
P.O. Box 310
City, State, ZIP+4
BASTROP, TX 78602

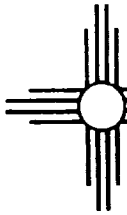
PS Form 3800, May 2000 See Reverse for Instructions

COMPLETE THIS SECTION ON DELIVERY

A. Received by (Please Print Clearly) Jill Green
B. Date of Delivery
C. Signature
x Jill Green
D. Is delivery address different from item 1? Yes No
If YES, enter delivery address below:
3. Service Type
☒ Certified Mail ☐ Express Mail
☐ Registered ☐ Return Receipt for Merchandise
☐ Insured Mail ☐ C.O.D.
4. Restricted Delivery? (Extra Fee) Yes

Domestic Return Receipt

102595-00-M-0



HOLCOMB OIL AND GAS, INC.

P.O. Box 2058 • Farmington, NM 87499 • Phone

May 2, 2001

Hooper, Kimball, & Williams
P.O. Box 52147
Tulsa, Oklahoma 74152-0147

**Re: McCroden B-1
Communitization Agreement**


Dear Operating Right or Record Title Owner:

Enclosed you will find two (2) original Communitization Agreements that require your signature with date and title. Please execute these documents in the presence of a notary public. Please also ensure that the notary public completes the required information for your documents to be acceptable, such as the county and state and when their commission expires.

After extensive research by an independent land man and many conversations with the BLM, we are requesting that all operating rights and record title owners execute this Communitization Agreement.

Should you have any questions or need additional information, please feel free to contact me at your earliest convenience.

Sincerely,


Susan M. Herrera
(505) 326-0550
GGAS@digii.net

Encls.

**Hooper, Kimball, &
Williams
P.O. Box 52147
Tulsa, Oklahoma 74152**

U.S. Postal Service CERTIFIED MAIL RECEIPT (Domestic Mail Only; No Insurance Coverage Provided)

7000 1670 0013 8143 8177

Postage	\$ 1.81
Certified Fee	1.90
Return Receipt Fee (Endorsement Required)	1.50
Restricted Delivery Fee (Endorsement Required)	
Total Postage & Fees	\$5.21

Postmark
Here

5/3/01

Sent To
HOOPER, KIMBALL, & WILLIAMS
Street, Apt. No., or PO Box No.
P.O. Box 52147
City, State, ZIP+4
TULSA, OK 74152

PS Form 3800, May 2000

See Reverse for Instructions

SENDER: COMPLETE THIS SECTION

- Complete items 1, 2, and 3. Also complete item 4 if Restricted Delivery is desired.
- Print your 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.

1. Article Addressed to:

**Hooper, Kimball, &
Williams
P.O. Box 52147
Tulsa, Oklahoma 74152**

2. Article Number (Copy from service label)

7000 1670 0013 8143 8177

PS Form 3811, July 1999

COMPLETE THIS SECTION ON DELIVERY

A. Received by (Please Print Clearly) B. Date of Delivery

Great Owner MAY 31 2001

C. Signature

X

D. Is delivery address different from item 1? If YES, enter delivery address below

NO

RECEIVED

JUN 04 2001

3. Service Type

☒ Certified Mail ☐ Express Mail

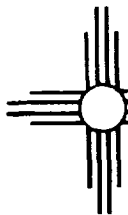
☐ Registered ☒ Return Receipt for Merchandise

☐ Insured Mail ☐ C.O.D.

4. Restricted Delivery? (Extra Fee) ☐ Yes

Domestic Return Receipt

102595-00-M-0952



HOLCOMB OIL AND GAS, INC.

P.O. Box 2058 • Farmington, NM 87499 • Ph

May 2, 2001

Duer Wagner, III
301 Commerce St #293
Fort Worth, Texas 76102

Re: **McCroden B-1
Communitization Agreement**

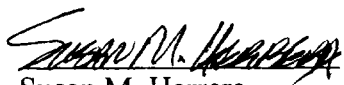
Dear Operating Right or Record Title Owner:

Enclosed you will find two (2) original Communitization Agreements that require your signature with date and title. Please execute these documents in the presence of a notary public. Please also ensure that the notary public completes the required information for your documents to be acceptable, such as the county and state and when their commission expires.

After extensive research by an independent land man and many conversations with the BLM, we are requesting that all operating rights and record title owners execute this Communitization Agreement.

Should you have any questions or need additional information, please feel free to contact me at your earliest convenience.

Sincerely,


Susan M. Herrera
(505) 326-0550
GGAS@digii.net

Encls.

SENDER: COMPLETE THIS SECTION

- Complete items 1, 2, and 3. Also complete item 4 if Restricted Delivery is desired.
- Print your 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.

1. Article Addressed to:

**Duer Wagner, III
1 Commerce St #293
t Worth, Texas 76102**

2. Article Number (Copy from service label)

7000 1670 0012 7263 0451

'S Form 3811, July 1999

U.S. Postal Service

CERTIFIED MAIL RECEIPT

(Domestic Mail Only; No Insurance Coverage Provided)

Postage	\$ 1.81
Certified Fee	1.90
Return Receipt Fee (Endorsement Required)	1.50
Restricted Delivery Fee (Endorsement Required)	
Total Postage & Fees	\$ 5.21

Postmark
Here

5/3/01

Sent To
Duer Wagner, III
Street, Apt. No., or PO Box No.
301 Commerce St. #293
City, State, ZIP+4
Fort Worth, TX 76102
PS Form 3800, May 2000 See Reverse for Instructions

COMPLETE THIS SECTION ON DELIVERY

A. Received by (Please Print Clearly) B. Date of Delivery

MAY 07 2001

C. Signature

x  ☐ Agent ☐ Address

D. Is delivery address different from item 1? ☐ Yes ☐ No
If YES, enter delivery address below:

3. Service Type
☒ Certified Mail ☐ Express Mail
☐ Registered ☒ Return Receipt for Merchandise
☐ Insured Mail ☐ C.O.D.

4. Restricted Delivery? (Extra Fee) ☐ Yes

Domestic Return Receipt

102595-00-M-09

HOLCOMB OIL AND GAS, INC.

P.O. Box 2058 • Farmington, NM 87499 • Phone: (505) 326-0550 • Fax: (505) 326-2149

May 7, 2001

Energen Resources Corporation
Attn: Richard Corcoran
2198 Bloomfield Highway
Farmington, New Mexico 87401


Re: **McCroden B-1
Communitization Agreement**

Dear Mr. Corcoran,

Enclosed you will find two (2) original Communitization Agreements that require executing. Energen's interest is still listed as Taurus Exploration with the BLM. Also we have been advised by the land man to have Energen sign off for Damson's many interests, as they no longer exist.

Should you have any questions or need any additional information, please contact me at your earliest convenience.

Sincerely,


Susan M. Herrera
GGAS@digii.net

Encls.

**energen Resources Corp
Richard Corcoran
2198 Bloomfield Hwy
Farmington, NM 87401**

2. Article Number (Copy from service label)

7000 1670 0013 8143 8207

PS Form 3811, July 1999

U.S. Postal Service CERTIFIED MAIL RECEIPT (Domestic Mail Only; No Insurance Coverage Provided)

7000 1670 0013 8143 8207

Postage	\$ 1.81
Certified Fee	1.90
Return Receipt Fee (Endorsement Required)	1.50
Restricted Delivery Fee (Endorsement Required)	
Total Postage & Fees	\$ 5.21

Postmark
Here

5/7/01

Sent To
ENERGEN RESOURCES / RICHARD CORCORAN
Street, Apt. No., or PO Box No.
2198 BLOOMFIELD HWY
City, State, ZIP+4
FARMINGTON, NM 87401
PS Form 3800, May 2000 See Reverse for Instructions

SENDER: COMPLETE THIS SECTION

- Complete items 1, 2, and 3. Also complete item 4 if Restricted Delivery is desired.
- Print your 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.

1. Article Addressed to:

COMPLETE THIS SECTION ON DELIVERY

- A. Received by (Please Print Clearly) B. Date of Delivery
Mary C. Rogers 5/8/01
- C. Signature
x Mary C. Rogers ☐ Agent ☐ Address
- D. Is delivery address different from item 1? ☐ Yes ☐ No
If YES, enter delivery address below:

3. Service Type

- ☒ Certified Mail ☐ Express Mail
☐ Registered ☒ Return Receipt for Merchandise
☐ Insured Mail ☐ C.O.D.

4. Restricted Delivery? (Extra Fee) ☐ Yes

Domestic Return Receipt

102595-00-M-0



HOLCOMB OIL & GAS

P.O. Box 2058 • Farmington, NM 87499 • Phone (505) 426-1000

June 26, 2001

Duer Wagner, III
301 Commerce St #293
Fort Worth, Texas 76102

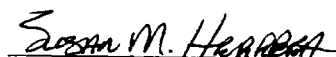
**Re: McCroden B-1, Rio Arriba County, New Mexico
Communitization Agreement
Second Request**

Dear Operating Right or Record Title Owner:

We are requesting that you sign the enclosed original Communitization Agreements for the above referenced well. As mentioned in previous correspondence (copy attached), the BLM has required that all operating rights and/or record title owners execute this Communitization Agreement in order for it to become valid.

We appreciate your expedient attention to this matter. Should you have any questions or need additional information, please feel free to contact me at your earliest convenience.

Sincerely,


Susan M. Herrera
GGAS@digii.net

Encls.

SENDER: COMPLETE THIS SECTION

- Complete items 1, 2, and 3. Also complete item 4 if Restricted Delivery is desired.
- Print your 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.

1. Article Addressed to:

Duer Wagner, III
301 Commerce St #293
Fort Worth, Texas 76102

2. Article Number (Copy from service label)

7000 1670 0013 8143 8060

U.S. Postal Service CERTIFIED MAIL RECEIPT (Domestic Mail Only; No Insurance Coverage Provided)

Postage	\$ 1.81
Certified Fee	1.90
Return Receipt Fee (Endorsement Required)	1.50
Restricted Delivery Fee (Endorsement Required)	
Total Postage & Fees	\$ 5.21

Postmark Date 6/27/01

Sent To
Duer Wagner, III
Street, Apt. No. or PO Box No.
301 Commerce St #293
City, State, ZIP+4
Fort Worth, TX 76102
PS Form 3800, May 2000 See Reverse for Instructions

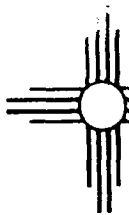
COMPLETE THIS SECTION ON DELIVERY

A. Received by (Please Print Clearly) Caron Palermo B. Date of Delivery JUN 29 2001
C. Signature [Signature] ☐ Agent ☐ Addressee
D. Is delivery address different from item 1? ☐ Yes ☒ No
If Yes, enter delivery address below
RECEIVED JUL 02 2001

3. Service Type

- ☒ Certified Mail ☐ Express Mail
☐ Registered ☒ Return Receipt for Merchandise
☐ Insured Mail ☐ C.O.D.

4. Restricted Delivery? (Extra Fee) ☐ Yes



HOLCOMB OIL AND GAS

P.O. Box 2058 • Farmington, NM 87499 • Phone

June 26, 2001

Hooper, Kimball, & Williams
P.O. Box 52147
Tulsa, Oklahoma 74152-0147

**Re: McCroden B-1, Rio Arriba County, New Mexico
Communitization Agreement
Second Request**

Dear Operating Right or Record Title Owner:

We are requesting that you sign the enclosed original Communitization Agreements for the above referenced well. As mentioned in previous correspondence (copy attached), the BLM has required that all operating rights and/or record title owners execute this Communitization Agreement in order for it to become valid.

We appreciate your expedient attention to this matter. Should you have any questions or need additional information, please feel free to contact me at your earliest convenience.

Sincerely,

Susan M. Herrera
Susan M. Herrera
GGAS@digii.net

Encls.

SENDER: COMPLETE THIS SECTION

- Complete items 1, 2, and 3. Also complete item 4 if Restricted Delivery is desired.
- Print your 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.

1. Article Addressed to:

Hooper, Kimball, & Williams
P.O. Box 52147
Tulsa, Oklahoma 74152-0147

2. Article Number (Copy from service label)

7000 1670 0013 8143 8054

PS Form 3811, July 1999

U.S. Postal Service CERTIFIED MAIL RECEIPT (Domestic Mail Only; No Insurance Coverage Provided)

Postage	\$ 1.81
Certified Fee	1.90
Return Receipt Fee (Endorsement Required)	1.50
Restricted Delivery Fee (Endorsement Required)	
Total Postage & Fees	\$ 5.21

Sent To
Hooper, Kimball, & Williams
Street, Apt. No., or PO Box No.
P.O. Box 52147
City, State, ZIP+4
Tulsa, OK 74152-0147

PS Form 3800, May 2000

See Reverse for Instructions

COMPLETE THIS SECTION ON DELIVERY

A. Received by (Please Print Clearly) Jean Weber B. Date of Delivery 7/12/01

C. Signature *[Signature]* ☐ Agent ☐ Addressee

D. Is delivery address different from registered? ☐ Yes ☐ No
If YES, print delivery address below.

JUL 16 2001

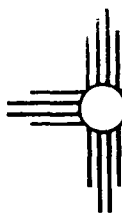
3. Service Type

- ☒ Certified Mail ☐ Express Mail
☐ Registered ☒ Return Receipt for Merchandise
☐ Insured Mail ☐ C.O.D.

4. Restricted Delivery? (Extra Fee) ☐ Yes

Domestic Return Receipt

102595-00-M-0952



HOLCOMB OIL A

P.O. Box 2058 • Farmington, NM 87499 • Phone

June 26, 2001

Energen Resources Corporation
Attn: Richard Corcoran
2198 Bloomfield Highway
Farmington, New Mexico 87401

**Re: McCroden B-1, Rio Arriba County, New Mexico
Communitization Agreement
Second Request**

Dear Operating Right or Record Title Owner:

We are requesting that you sign the enclosed original Communitization Agreements for the above referenced well. As mentioned in previous correspondence (copy attached), the BLM has required that all operating rights and/or record title owners execute this Communitization Agreement in order for it to become valid.

We appreciate your expedient attention to this matter. Should you have any questions or need additional information, please feel free to contact me at your earliest convenience.

Sincerely,

Susan M. Herrera
Susan M. Herrera
GGAS@digii.net

Encls.

SENDER: COMPLETE THIS SECTION

- Complete items 1, 2, and 3. Also complete item 4 if Restricted Delivery is desired.
- Print your 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.

1. Article Addressed to:

Energen Resources Corporation
Attn: Richard Corcoran
2198 Bloomfield Highway
Farmington, New Mexico 87401

2. Article Number (Copy from service label)

7000 1670 0013 8143 8047

PS Form 3811 July 1999

U.S. Postal Service CERTIFIED MAIL RECEIPT

(Domestic Mail Only; No Insurance Coverage Provided)

Postage	\$ 1.81
Certified Fee	1.90
Return Receipt Fee (Endorsement Required)	1.50
Restricted Delivery Fee (Endorsement Required)	
Total Postage & Fees	\$ 5.21

Postmark
6/27/01

Sent To
ENERGEN RESOURCES - RICH CORCORAN
Street, Apt. No. or PO Box No.
2198 Blm Hwy
City, State, ZIP+4
Farm, NM 87401
PS Form 3800, May 2000 See Reverse for Instructions

COMPLETE THIS SECTION ON DELIVERY

A. Received by (Please Print Clearly) Audrey Clouse
B. Date of Delivery 06-28-01
C. Signature A. Clouse
X ☒ Agent
☐ Addressee
D. Is delivery address different from item 1? Yes
If YES, enter delivery address below No

JUN 29 2001

3. Service Type
☒ Certified Mail ☐ Express Mail
☐ Registered ☒ Return Receipt for Merchandise
☐ Insured Mail ☐ C.O.D.
4. Restricted Delivery? (Extra Fee) ☐ Yes

Domestic Return Receipt

102595 00-M 095

Memo

To: File
From: Susan
CC:
Date: 7/2/2001
Re: Energen Interest / Previous Operator

Conversation with Rich Corcoran @ 1:42 p.m.

He believes that because Energen assigned lease to Holcomb Oil and Gas, Inc. – Holcomb should be able to sign for Damson Interests and Energen / Taurus should not be involved at all.

P.O. Box 2058
Farmington, New Mexico 87499
Phone: (505) 326-0550
Fax: (505) 326-2149

**Holcomb Oil and Gas,
Inc.**

Fax

To: Angie Medina-Jones

From: Susan M. Herrera

Fax: (505) 761-8911

Date: September 4, 2001

Phone: (505) 761-8910

Pages: 19 , including cover sheet

Re: McCroden B-1 Comm Agreement

CC:

☒ **Urgent**

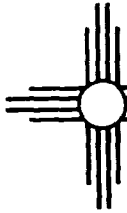
☒ **For Review**

☐ **Please Comment**

☒ **Please Reply**

☐ **Please Recycle**

•Comments:



HOLCOMB OIL AND GAS, INC.

P.O. Box 2058 • Farmington, NM 87499 • Phone: (505) 326-0550 • Fax: (505) 326-2149

September 4, 2001

Bureau of Land Management
Albuquerque Field Office
Attn: Angie Medina-Jones
435 Montano Rd. NE
Albuquerque, New Mexico 87107-4935

**Re: McCroden B-1 Communitization Agreement
Rio Arriba County, New Mexico**

Dear Ms. Medina-Jones,

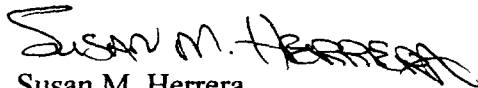
I am hoping to wrap up this file as soon as possible. Before sending in another package to your office, please review the following and let me know whether or not this will be sufficient to have our Communitization Agreement go through. These are the following issues I want to ensure are complete:

1. Taurus Exploration changed their name to Energen Resources, then Energen Resources assigned their interest to Whittier Energy Company, who in turn assigned their interest to Holcomb Oil and Gas, Inc. (copies attached)
2. MHW Energy, Ltd. changed their name to Whittier Energy Company and hence, their interest was assigned to Holcomb Oil and Gas, Inc.
3. Energen Resources took over Damson entities interests when they acquired the McCroden well. Damson no longer exists therefore; Holcomb should be able to sign off for them.
4. Both the Testamentary Trust under the Will of Warren Clark and The Warren T. Clark Trust have been assigned to Carolyn Clark Oatman. (copy attached)
5. We have no current address to contact Mary Gilliland, therefore her signature is lacking.
6. In an independent title search there was nothing found to indicate William R. Gilliland has any interest in either BLM records or our files, however he is listed as a operating rights owner.

7. Signatures and responses from Duer Wagner, III, Hooper, Kimball & Williams, Incorporated, and Mountain States Natural Gas Corporation are also lacking. They have all been notified by certified mail/e-mail and have signed for the correspondence sent to them.

I greatly appreciate your help on this matter. Should you have any questions or need additional information, please contact me at your earliest convenience. I am in the office from 8-5 on Tuesdays and Thursdays, and from 8-12 on Fridays.

Sincerely,



Susan M. Herrera
GGAS@digii.net

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

FORM APPROVED
OMB NO. 1004-0034
Expires: September 30, 1998

RECEIVED

JAN 05 2000

BUR. OF LAND MGMT.
N.M.S.O. SANTA FE

TRANSFER OF OPERATING RIGHTS (SUBLEASE) IN A
LEASE FOR OIL AND GAS OR GEOTHERMAL RESOURCES

Mineral Leasing Act of 1920 (30 U.S.C. 181 et seq.)
Act for Acquired Lands of 1947 (30 U.S.C. 351-359)
Geothermal Steam Act of 1970 (30 U.S.C. 1001-1025)
Department of the Interior Appropriations Act, Fiscal Year 1981 (42 U.S.C. 6508)

Lease Serial No.

NM-02555

Type or print plainly in ink and sign in ink.

PART A: TRANSFER

1. Transferee (Sublessee)*

Street

City, State, ZIP Code

WHITTIER ENERGY COMPANY

PO Box 2058

Farmington, New Mexico 87499

*If more than one transferee, check here ☐ and list the name(s) and address(es) of all additional transferees on the reverse of this form or on a separate attached sheet of paper.

This transfer is for: (Check one) ☒ Oil and Gas Lease, or ☐ Geothermal Lease

Interest conveyed: (Check one or both, as appropriate) ☒ Operating Rights (sublease) ☐ Overriding Royalty, payment out of production or other similar interests or payments

2. This transfer (sublease) conveys the following interest:

Land Description Additional space on reverse, if needed. Do not submit documents or agreements other than this form; such documents or agreements shall only be referenced herein.	Percent of Interest			Percent of Overriding Royalty or Similar Interests	
	Owned	Conveyed	Retained	Reserved	Previously reserved or conveyed
a	b	c	d	e	f
<u>TOWNSHIP 25 NORTH - RANGE 3 WEST, N.M.P.M.</u> Section 4: N/2 SW/4, SE/4 SW/4 Containing 120.00 acres, more or less Rio Arriba County, New Mexico Limited in depth to the Pictured Cliffs formation only Effective between the Transferor and the Transferee as of October 1, 1999.	49.704%	49.704%	-0-	-0-	AS OF RECORD

BLM RECOGNIZES ONLY THE ASSIGNMENT
OF INTEREST, NOT THE CONDITIONS OF
THE AGREEMENT


FOR BLM USE ONLY—DO NOT WRITE BELOW THIS LINE

THE UNITED STATES OF AMERICA

This transfer is approved solely for administrative purposes. Approval does not warrant that either party to this transfer holds legal or equitable title to this lease.

☒ Transfer approved effective FEB - 1 2000

By


(Authorized Officer)

LAND LAW ASSISTANT
FLUIDS ADJUDICATION TEAM

(Title)

MAR 21 2000

(Date)

PART B: CERTIFICATION AND REQUEST FOR APPROVAL

1. The transferor certifies as owner of an interest in the above designated lease that he/she hereby transfers to the above transferee(s) the rights specified above.
2. Transferee certifies as follows: (a) Transferee is a citizen of the United States; an association of such citizens; a municipality; or a corporation organized under the laws of the United States or of any State or territory thereof. For the transfer of NPR-A leases, transferee is a citizen, national, or resident alien of the United States or an association of such citizens, nationals, resident aliens or private, public or municipal corporations; (b) Transferee is not considered a minor under the laws of the State in which the lands covered by this transfer are located; (c) Transferee's chargeable interests, direct and indirect, in each public domain and acquired lands separately in the same State, do not exceed 246,080 acres in oil and gas leases (of which up to 200,000 acres may be in oil and gas options), or 300,000 acres in leases in each leasing District in Alaska of which up to 200,000 acres may be in options, if this is an oil and gas lease issued in accordance with the Mineral Leasing Act of 1920, or 51,200 acres in any one State if this is a geothermal lease; and (d) All parties holding an interest in the transfer are otherwise in compliance with the regulations (43 CFR 3100 or 3200) and the authorizing Acts; (e) Transferee is in compliance with reclamation requirements for all Federal oil and gas lease holdings as required by sec. 17 of the Mineral Leasing Act; and (f) Transferee is not in violation of sec. 41 of the Mineral Leasing Act.
3. Transferee's signature to this assignment constitutes acceptance of all applicable terms, conditions, stipulations and restrictions pertaining to the lease described herein. Applicable terms and conditions include, but are not limited to, an obligation to conduct all operations on the leasehold in accordance with the terms and conditions of the lease, to condition all wells for proper abandonment, to restore the leased lands upon completion of any operations as described in the lease, and to furnish and maintain such bond as may be required by the lessor pursuant to regulations 43 CFR 3104, 3134, or 3206.

For geothermal transfers, an overriding royalty may not be less than one-fourth (¼) of one percent of the value of output, nor greater than 50 percent of the rate of royalty due to the United States when this transfer is added to all previously created overriding royalties (43 CFR 3241).

I certify that the statements made herein by me are true, complete, and correct to the best of my knowledge and belief and are made in good faith.

Executed this 17th day of November, 19 99

Executed this 2 day of December, 19 99

Name of Transferor ENERGEN RESOURCES CORPORATION

WHITTIER ENERGY COMPANY

Please type or print

Transferor [Signature]

Transferee [Signature]

or

or

~~XXXXXXXXXX~~ [Signature]

Attorney-in-fact [Signature]

Witness [Signature]

(Signature)

605 21st Street North

(Transferor's Address)

Birmingham, Alabama 35203

(City)

(State)

(Zip Code)

BURDEN HOURS STATEMENT

Public reporting burden for this form is estimated to average 30 minutes per response including the time for reviewing instructions, gathering and maintaining data, completing and reviewing the form. Direct comments regarding the burden estimate or any other aspect of this form to U.S. Department of the Interior, Bureau of Land Management, Bureau Clearance Officer (DW-110), Denver Federal Center, Building 40, P.O. Box 25047, Denver, CO 80225-0047 and the Office of Management Budget, Paperwork Reduction Project (1004-0034), Washington, D.C. 20503.

Title 18 U.S.C. Sec. 1001 makes it a crime for any person knowingly and willfully to make to any Department or agency of the United States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

FORM APPROVED
OMB NO. 1004-0034
Expires: September 30, 1998

RECEIVED

JAN 05 2000

BUR. OF LAND MGMT.
N.M.S.O. SANTA FE

**TRANSFER OF OPERATING RIGHTS (SUBLEASE) IN A
LEASE FOR OIL AND GAS OR GEOTHERMAL RESOURCES**

Mineral Leasing Act of 1920 (30 U.S.C. 181 et seq.)
Act for Acquired Lands of 1947 (30 U.S.C. 351-359)
Geothermal Steam Act of 1970 (30 U.S.C. 1001-1025)
Department of the Interior Appropriations Act, Fiscal Year 1981 (42 U.S.C. 6508)

Lease Serial No.

NM-03779

Type or print plainly in ink and sign in ink.

PART A: TRANSFER

1. Transferee (Sublessee)* WHITTIER ENERGY COMPANY
Street PO Box 2058
City, State, ZIP Code Farmington, New Mexico 87499

*If more than one transferee, check here ☐ and list the name(s) and address(es) of all additional transferees on the reverse of this form or on a separate attached sheet of paper.

This transfer is for: (Check one) ☒ Oil and Gas Lease, or ☐ Geothermal Lease

Interest conveyed: (Check one or both, as appropriate) ☒ Operating Rights (sublease) ☐ Overriding Royalty, payment out of production or other similar interests or payments

2. This transfer (sublease) conveys the following interest:

Land Description Additional space on reverse, if needed. Do not submit documents or agreements other than this form; such documents or agreements shall only be referenced herein.	Percent of Interest			Percent of Overriding Royalty or Similar Interests	
	Owned	Conveyed	Retained	Reserved	Previously reserved or conveyed
a	b	c	d	e	f
TOWNSHIP 25 NORTH - RANGE 3 WEST, N.M.P.M. Section 4: SW/4 SW/4 Containing 40.00 acres, more or less Rio Arriba County, New Mexico Limited in depth to the Pictured Cliffs formation only. Effective between the Transferor and the Transferee as of October 1, 1999. BLM RECOGNIZES ONLY THE ASSIGNMENT OF INTEREST, NOT THE CONDITIONS OF THE AGREEMENT	49.704%	49.704%	-0-	-0-	AS OF RECORD

FOR BLM USE ONLY—DO NOT WRITE BELOW THIS LINE

THE UNITED STATES OF AMERICA

This transfer is approved solely for administrative purposes. Approval does not warrant that either party to this transfer holds legal or equitable title to this lease.

☒ Transfer approved effective FEB - 1 2000

By Jennifer L. Varnell
(Authorized Officer)

LAND LAW ASSISTANT
FLUIDS ADJUDICATION TEAM
(Title)

MAR 21 2000
(Date)

PART B: CERTIFICATION AND REQUEST FOR APPROVAL

1. The transferor certifies as owner of an interest in the above designated lease that he/she hereby transfers to the above transferee(s) the rights specified above.
2. Transferee certifies as follows: (a) Transferee is a citizen of the United States; an association of such citizens; a municipality; or a corporation organized under the laws of the United States or of any State or territory thereof. For the transfer of NPR-A leases, transferee is a citizen, national, or resident alien of the United States; an association of such citizens, nationals, resident aliens or private, public or municipal corporations; (b) Transferee is not considered a minor under the laws of the State in which the lands covered by this transfer are located; (c) Transferee's chargeable interests, direct and indirect, in each public domain and acquired lands separately in the same State, do not exceed 246,080 acres in oil and gas leases (of which up to 200,000 acres may be in oil and gas options), or 300,000 acres in leases in each leasehold District in Alaska of which up to 200,000 acres may be in options, if this is an oil and gas lease issued in accordance with the Mineral Leasing Act of 1920, or 51,200 acres in any one State if this is a geothermal lease; and (d) All parties holding an interest in the transfer are otherwise in compliance with the regulations (43 CFR 3100 or 3200) and the authorizing Acts; (e) Transferee is in compliance with reclamation requirements for all Federal oil and gas lease holdings as required by sec. 17 of the Mineral Leasing Act; and (f) Transferee is not in violation of sec. 41 of the Mineral Leasing Act.
3. Transferee's signature to this assignment constitutes acceptance of all applicable terms, conditions, stipulations and restrictions pertaining to the lease described here. Applicable terms and conditions include, but are not limited to, an obligation to conduct all operations on the leasehold in accordance with the terms and conditions of the lease, to condition all wells for proper abandonment, to restore the leased lands upon completion of any operations as described in the lease, and to furnish and maintain such bond as may be required by the lessor pursuant to regulations 43 CFR 3104, 3134, or 3206.

For geothermal transfers, an overriding royalty may not be less than one-fourth (¼) of one percent of the value of output, nor greater than 50 percent of the rate of royalty due to the United States when this transfer is added to all previously created overriding royalties (43 CFR 3241).

I certify that the statements made herein by me are true, complete, and correct to the best of my knowledge and belief and are made in good faith.

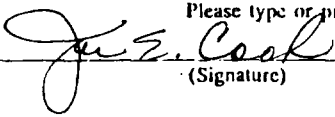
Executed this 17th day of November, 19 99

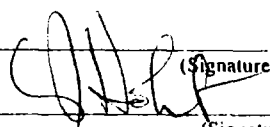
Executed this 2 day of Dec, 19 99

Name of Transferor ENERGEN RESOURCES CORPORATION

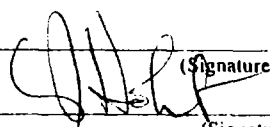
WHITTIER ENERGY COMPANY

Please type or print

Transferor 
or (Signature)

Transferee 
or (Signature)

~~XXXXXX~~
Witness (Signature)

Attorney-in-fact 
(Signature)

605 21st Street North
(Transferor's Address)

Birmingham, Alabama 35203
(City) (State) (Zip Code)

BURDEN HOURS STATEMENT

Public reporting burden for this form is estimated to average 30 minutes per response including the time for reviewing instructions, gathering and maintaining data, completing and reviewing the form. Direct comments regarding the burden estimate or any other aspect of this form to U.S. Department of the Interior, Bureau of Land Management, Bureau Clearance Officer (DWM-110), Denver Federal Center, Building 40, P.O. Box 25047, Denver, CO 80225-0047 and the Office of Management Budget, Paperwork Reduction Project (1004-0034), Washington, D.C. 20503.

Title 18 U.S.C. Sec. 1001 makes it a crime for any person knowingly and willfully to make to any Department or agency of the United States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.

ASSIGNMENT

FOR VALUE RECEIVED, WHITTIER ENERGY COMPANY, a Nevada corporation, ("Assignor") hereby conveys, transfers, assigns and quit claims and sets over onto HOLCOMB OIL AND GAS, INC., a New Mexico corporation whose address is:

P. O. Box 2058
Farmington, New Mexico 87499-2058

(hereinafter referred to as the "Assignee") all of Assignor's right, title and interest in and to the oil, gas, casinghead gas and other hydrocarbon substances produced, saved and marketed from the following described land and any leases related hereto:

Well Name:	McCroden B-1
County:	Rio Arriba
State:	New Mexico
Legal Description:	Section 4: Township 25 North, Range 3 West

This Assignment is effective as of April 1, 2001.

TO HAVE AND TO HOLD the interest herein transferred and assigned unto Assignee, and the Assignor's heirs, successors and assigns forever, subject only to the following terms and provisions:

- A. That this assignment is made without representation or warranty of any kind or nature, including, without limitation, representations or warranties regarding the amount of Assignor's interest in the above described property or as to the status of Assignor's title in said property.
- B. That this Assignment is limited to the spacing unit for the above described property and the leases related hereto.

464

IN WITNESS WHEREOF, the Assignor has executed and delivered this Assignment effective as of the 1st day of april, 2001.

ASSIGNOR:**ASSIGNEE:**

BY: Bryce Rhodes
Bryce Rhodes,
Vice President
Whittier Energy Company

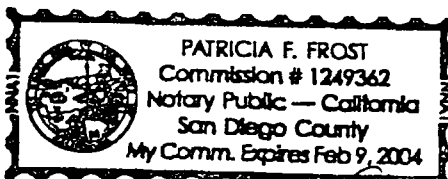
BY: W. J. Holcomb
W. J. Holcomb,
President
Holcomb Oil and Gas,
Inc.

ACKNOWLEDGMENTS

STATE OF California)
COUNTY OF San Diego) ^{ss}

On this 9th day of April, 2001, before me personally appeared Bryce Rhodes, Vice President of Whittier Energy Company, e known to me to be the person and officer whose name is subscribed to the foregoing instrument and acknowledged to me that the same was the act of Whittier Energy Company, a Nevada Corporation, and the he executed the same as the act of such corporation for the purposes and consideration therein expressed and in the capacity therein stated.

Witness my hand and seal the day and year last written above.



Patricia Frost
Notary Public

My Commission Expires February 9, 2004

565

STATE OF NEW MEXICO)

)ss

COUNTY OF SAN JUAN)

On this 12TH day of APRIL, 2001, before me personally appeared W. J. Holcomb, President, Holcomb Oil and Gas, Inc., known to be the person and officer whose name is subscribed to the foregoing instrument and acknowledged to me that the same was the act of Holcomb Oil and Gas, Inc., a New Mexico Corporation, and that he executed the same as the act of such corporation for the purposes and consideration therein expressed and in the capacity therein stated.

Witness my hand and seal the day and year last above written.

Susan M. Herrem
Notary Public

My Commission Expires MARCH 27, 2004

211920
FILED IN THE COUNTY
CLERK'S OFFICE
AT 12:30 O'CLOCK P. M.
Book 763 Page 564-566

APR 24 2001

County Clerk RA County
New Mexico
Shirley C. Pickuleta
Deputy

5662

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

FORM APPROVED
OMB NO. 1004-0034
Expires: September 30, 1998

ASSIGNMENT OF RECORD TITLE INTEREST IN A
LEASE FOR OIL AND GAS OR GEOTHERMAL RESOURCES

Mineral Leasing Act of 1920 (30 U.S.C. 181 et seq.)
Act for Acquired Lands of 1947 (30 U.S.C. 351-359)
Geothermal Steam Act of 1970 (30 U.S.C. 1001-1025)
Department of the Interior Appropriations Act, Fiscal Year 1981 (42 U.S.C. 6508)

Lease Serial No.

NMNM-02555

Lease Effective Date
(Anniversary Date)

9-01-48

New Serial No.

Type or print plainly in ink and sign in ink.

PART A: ASSIGNMENT

1. Assignee* WHITTIER ENERGY COMPANY
Street P. O. Box 2058
City, State, ZIP Code Farmington, NM 87499

*If more than one assignee, check here ☐ and list the name(s) and address(es) of all additional assignees on the reverse of this form or on a separate attached sheet of paper.

This record title assignment is for: (Check one) ☒ Oil and Gas Lease, or ☐ Geothermal Lease

Interest conveyed: (Check one or both, as appropriate) ☒ Record Title, ☒ Overriding Royalty, payment out of production or other similar interests or payments

2. This assignment conveys the following interest:

Land Description Additional space on reverse, if needed. Do not submit documents or agreements other than this form; such documents or agreements shall only be referenced herein. a	Percent of Interest			Percent of Overriding Royalty or Similar Interests	
	Owned b	Conveyed c	Retained d	Reserved e	Previously reserved or conveyed f
TOWNSHIP 25 North-Range 3 West, NMPM Section 4: N/2 SW/4, SE/4 SW/4 Rio Arriba County, New Mexico Containing 120.00 acres Pictured Cliffs formation	12.57396%	12.57396%	-0-	-0-	2.5%

FOR BLM USE ONLY—DO NOT WRITE BELOW THIS LINE

UNITED STATES OF AMERICA

This assignment is approved solely for administrative purposes. Approval does not warrant that either party to this assignment holds legal equitable title to this lease.

☐ Assignment approved for above described lands;

☐ Assignment approved for attached land description

Assignment approved effective _____

☐ Assignment approved for land description indicated on reverse of this form.

PART B: CERTIFICATION AND REQUEST FOR APPROVAL

1. The Assignor certifies as owner of an interest in the above designated lease that he/she hereby assigns to the above assignee(s) the rights specified above.
2. Assignee certifies as follows: (a) Assignee is a citizen of the United States; an association of such citizens; a municipality; or a corporation organized under the laws of the United States or of any State or territory thereof. For the assignment of NPR-A leases, assignee is a citizen, national, or resident alien of the United States or association of such citizens, nationals, resident aliens or private, public or municipal corporations; (b) Assignee is not considered a minor under the laws of the State in which the lands covered by this assignment are located; (c) Assignee's chargeable interests, direct and indirect, in each public domain and acquired lands separately in the same State, do not exceed 246,080 acres in oil and gas leases (of which up to 200,000 acres may be in oil and gas options), or 300,000 acres in leases in each leasing District in Alaska of which up to 200,000 acres may be in options, if this is an oil and gas lease issued in accordance with the Mineral Leasing Act of 1920, or 51,200 acres in any one State if this is a geothermal lease; (d) All parties holding an interest in the assignment are otherwise in compliance with the regulations (43 CFR Group 3100 or 3200) and the authorizing Acts; (e) Assignee is in compliance with reclamation requirements for all Federal oil and gas lease holdings as required by sec. 17(g) of the Mineral Leasing Act; and (f) Assignee is not in violation of sec. 41 of the Mineral Leasing Act.
3. Assignee's signature to this assignment constitutes acceptance of all applicable terms, conditions, stipulations and restrictions pertaining to the lease described herein.

For geothermal assignments, an overriding royalty may not be less than one-fourth (1/4) of one percent of the value of output, nor greater than 50 percent of the rate of royalty due to the United States when this assignment is added to all previously created overriding royalties (43 CFR 3241).

I certify that the statements made herein by me are true, complete, and correct to the best of my knowledge and belief and are made in good faith.

Executed this 1st day of April, xx 2001

Executed this 1st day of April, xx 2001

Name of Assignor as shown on current lease MHW ENERGY, LTD
Please type or print

Assignor _____
(Signature)
or Bryce Rhodes, Vice President

Attorney-in-fact _____
(Signature)
P. O. Box 2058

(Assignor's Address)
Farmington, NM 87499

(City) (State) (Zip Code)

Assignee _____
(Signature)
or Bryce Rhodes, Vice President

Attorney-in-fact _____
(Signature)
Whittier energy Company

Public reporting burden for this form is estimated to average 30 minutes per response including the time for reviewing instructions, gathering and maintaining data, and completing and reviewing the form. Direct comments regarding the burden estimate or any other aspect of this form to U.S. Department of the Interior, Bureau of Land Management, Bureau Clearance Officer (DW-110), Denver Federal Center, Building 40, P.O. Box 25047, Denver, CO 80225-0047 and the Office of Management and Budget, Paperwork Reduction Project (1004-0034), Washington, D.C. 20503.

Title 18 U.S.C. Sec. 1001 makes it a crime for any person knowingly and willfully to make to any Department or agency of the United States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.

ASSIGNMENT OF INTEREST IN OIL AND GAS LEASES

KNOW ALL MEN BY THESE PRESENTS:

Whereas, H. M. Reed, one of the Trustees of the Testamentary Trust under the Will of Warren Clark, deceased, died May 9, 1972 and W. W. Oatman was appointed as a Co-Trustee to serve with Mabel Reed; and

Whereas, the Testamentary Trust under the Last Will and Testament of Warren Clark, deceased, terminated upon the death of Mabel Reed on the 7th day of August, 1994, according to the terms and provisions thereof; and

Whereas, all of the corpus of said Testamentary Trust under the Last Will and Testament of Warren Clark, deceased, came to be owned by Carolyn C. Oatman and Warren Malcolm Clark, share and share alike, upon the termination of said Testamentary trust; and

Whereas, Carolyn Clark Oatman has been appointed as Agent and Attorney-in-fact for Warren Malcolm Clark, aka Warren Clark, aka Malcolm Clark, a copy of said appointment being attached hereto as Exhibit "A".

Whereas, it is the intent for all interest in oil and gas leases, formerly owned by Mabel Reed, Agent and Attorney-in-fact for Warren Malcolm Clark; by Mabel Reed and H. M. Reed, Co-Trustees of the Testamentary Trust under the Will of Warren Clark, deceased; by Mabel Reed and W. W. Oatman, Co-Trustees of the Testamentary Trust under the will of Warren Clark, deceased; and by Carolyn Clark Oatman, individually, to be owned by Clark and Oatman, a Texas general partnership.

NOW THEREFORE, for and in consideration of the aforesaid, the sum of One Dollar (\$1.00) and other good and valuable consideration, the receipt and sufficiency of which is hereby acknowledged, that we, CAROLYN CLARK OATMAN, and WARREN MALCOLM CLARK, aka WARREN CLARK, aka MALCOLM CLARK, of Bastrop, Texas, hereinafter called ASSIGNORS, do hereby assign, transfer, sell and convey unto CLARK and OATMAN, a Texas General Partnership, hereinafter called ASSIGNEE, of P. O. Box 310, Bastrop, Texas 78602, all of Assignors' right, title and interest in and to any Oil and Gas leases in which ASSIGNORS own an interest which describe or pertain to the following described lands, situated in Rio Arriba County, State of New-Mexico, to-wit:

SE/4 NE/4 Section 27-T25N-R3W, known as the Leeson Federal #42-27, and;

E/2 Section 24-T25N-R3W, known as the Greenlee Federal 41-24, and;

W/2 SE/4 Section 15-T25N-R2W, N.M.P.M., known as the Howard Federal 43-15, and;

SE/4 Section 17-T24N-R3W, known as Federal 17-1, and;

NE/4 Section 17-T24N-R3W, known as Federal 17-2, and;

SE/4, NE/4SW/4 Section 16-T2N,R2W, N.M.P.M. , know as the Ingram-Federal 43-16, and;

Hill Federal Well #2Y in Northeast Quarter of Section 25-025N-R2W, and;

McCroden B wells in Section 4-T25N-R3W, and;

Canada Ojitos Unit wells also located in Rio Arriba County, and;

Hawk Federal Well #3 in South half of Section 35, and;

Hill Federal Well #3 in North half of Section 35

together with the right of ingress and egress at all times for the purpose of mining, drilling, exploring, operating and developing said lands for oil, gas and other minerals, and storing, handling, transporting and marketing the same therefrom with the right to remove from said land all of GRANTEE'S property and improvements.

This sale is made subject to any rights now existing to any lessee or assigns under any valid and subsisting oil and gas lease of record heretofore executed; it being understood and agreed that said GRANTEE shall have, receive and enjoy the herein granted undivided interest in and to all bonuses, rents, royalties and other benefits which may accrue under the terms of said lease insofar as it covers the above described land from and after the date hereof, precisely as if the GRANTEE herein had been at the date of the making of said lease the owner of a similar undivided interest in and to the lands described and GRANTEE one of the lessors therein.

Regardless of the adequacy and the correctness of the description of the above property herein conveyed, it is the intention and purpose of the GRANTOR herein to transfer and convey to the GRANTEE all of the property in Rio Arriba, County, New Mexico which the GRANTORS' own on this date.

GRANTORS agree to execute such further assurances as may be requisite for the full and complete enjoyment of the rights herein granted and likewise agree that GRANTEE herein shall have the right at any time to redeem for said GRANTORS by payment, any mortgage, taxes, or other liens on the above described land, upon default in payment by GRANTORS, and be subrogated to the rights of the holder thereof.

TO HAVE AND TO HOLD the above described premises unto the said GRANTEE, its successors and assigns forever, so that GRANTORS, nor any person in GRANTORS' name and behalf, shall or will hereafter claim or demand any right or title to the said premises or any part thereof, but they and everyone of them shall by these presents be excluded and forever barred.

IN WITNESS WHEREOF, the said GRANTORS have hereunto set their hand this 3rd day of September, 1997.

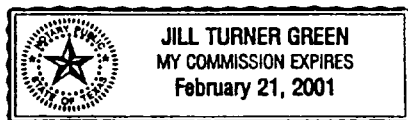
Carolyn Clark Oatman
Carolyn Clark Oatman
Individually

Carolyn Clark Oatman
Carolyn Clark Oatman, Agent and
Attorney-in-fact for Warren
Malcolm Clark, aka Warren Clark

STATE OF TEXAS)

COUNTY OF BASTROP)

The above and foregoing instrument was acknowledged before me this 3rd day of September, 1997 by Carolyn Clark Oatman, Individually and as Agent and Attorney-in-Fact for Warren Malcolm Clark, aka Warren Clark.



My Commission Expires:

02/21/2001

Jill Turner Green
Notary Public

Jill Turner Green
Printed name-Notary Public

GRANTORS' ADDRESS: P.O. BOX 310, BASTROP, TEXAS 78602

Please record and return to P. O. BOX 310, BASTROP, TEXAS 78602

VOL 0454 PAGE 336

28828

THE STATE OF TEXAS

COUNTY OF TRAVIS

FILED
VOL 454 336

92 NOV 25 AM 11:58

NOBLE
ETHEL GRIFFIN CO. CLK.

BY Sharon Selvey
DEPUTY 14.00

STATE OF OKLAHOMA
STEPHENS COUNTY
RECORDED OR FILED

NOV 24 11 41 AM '92

BOOK 1866 534
BY _____ DEPUTY me



I, Malcolm Clark (being the same person as Warren Malcolm Clark), 11932 Pebble Brook Lane, City of Carmel, County of Hamilton, State of Indiana, by this instrument hereby revoke that power of attorney dated November 17, 1961, and duly recorded on December 11, 1961 in Travis County, Texas, appointing Mabel Clark Reed of 1034 Capital Parkway, #G2, City of Austin, County of Travis, State of Texas, my true and lawful attorney-in-fact with full power to act for me and in my name as specified in that document, and I declare that all power and authority granted thereunder is revoked and withdrawn by this instrument.

KNOW ALL MEN BY THESE PRESENTS: That I, Malcolm Clark (being the same person as Warren Malcolm Clark), of the County of Travis, State of Texas, have made, constituted and appointed and by these presents do make, constitute and appoint Carolyn Clark Oatman, of the County of Travis, State of Texas, my true and lawful agent and attorney-in-fact, for me and in my name, place and stead to take charge of and manage all my business affairs of every kind and character, with full power and authority to take possession of, manage and control as she may see fit all property belonging to me, irrespective of location, nature and description of such property, whether real, personal or mixed, and whether I own all or only an undivided interest therein, and without limiting the general agency I hereby empower her specially: to negotiate, sign and execute

leases of every kind, including oil and gas leases, on any property belonging to me for such consideration and on such terms and for such length of time as she may deem proper; to receive and receipt for all rentals, royalties and other revenue accruing under any such leases and to collect all debts and sums of money belonging to me; to execute transfer orders, division orders, pooling agreements and other like instruments in connection with any oil and gas lease; to endorse my name on any check payable to me and to withdraw or check against any money which I have or may hereafter have on deposit in any bank; to sell and convey for such consideration and on such terms as she may deem proper any and all property belonging to me and to receive the consideration therefor; to execute proper bills of sale, transfers, deeds, mineral and royalty deeds and other like instruments in connection with any such sale, including the assignment of certificates of title to automobiles; to vote all shares of corporate stock standing in my name or belonging to me; to execute for and on my behalf all income tax returns and all other reports which may at any time be required by the Government of the United States or of any other state or any agency or department thereof; to collect and cash all obligations that may be owing to me, including United States Savings Bonds and other obligations of the United States of America, whether or not such bonds have matured; to compromise any claim asserted by or against me; to execute proxies in connection with corporate stock belonging to me; to manage my affairs generally and to contract

bills against me in that respect and to pay the same, together with any other amounts owing by me, by checks on deposits which I may have in banks, and to appoint agents and substitute attorneys-in-fact for the performance of any act which she is authorized under this power of attorney to perform, giving and granting unto my said attorney full power and authority to do and perform any and every act whatsoever requisite and necessary to be done in the premises, as fully as I could do if personally present, hereby ratifying and confirming all that my said attorney shall lawfully do or cause to be done in the premises by virtue hereof.

Specific powers named to my said attorney are not intended as limitations on her general powers, it being my intention by this instrument to empower my said agent and attorney-in-fact to do and perform for me and in my name, place and stead all things which I in person could lawfully do, and it being my intention to confer upon her the power and authority to do every act in my behalf which can lawfully be delegated.

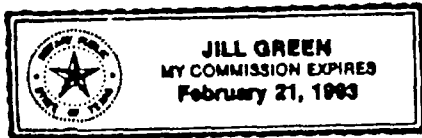
In Testimony Whereof, witness my hand this 1 day of July, 1991.


Malcolm Clark

THE STATE OF TEXAS }
 }
 COUNTY OF TRAVIS }

Before me, the undersigned authority, on this day personally appeared Malcolm Clark, known to me to be the person whose name is subscribed to the foregoing instrument, and acknowledged to me that he executed the same for the purposes and consideration therein expressed.

Given under my hand and seal of office, this 1st day of July, A.D. 1991.



Jill Green
 Notary Public, In and For
 The State of Texas

STATE OF OKLAHO.
 COUNTY OF STEPHENS.
 I, Marilyn Fennel, County Clerk in and for
 the County and State above named, do
 hereby certify that the foregoing is a true
 and correct copy of a like instrument
 now on file in my office.
 Dated this 24 day of Nov 1992
Marilyn Fennel
 County Clerk
 By [Signature] Deputy
 70 11110

Office of the
County Clerk
RIO ARriba COUNTY

Tierra Amarilla, N.M.

No 50837

Sept. 8, 1991

RECEIVED OF

For

Amount

☐ CASH

☒ CHECK

☐ OTHER

#003234

David S. Chavez

Shirley C. Archuleta

Clerk

Deputy

General Printing Service, Santa Fe, NM

✓ 140439
FILED IN THE COUNTY
CLERK'S OFFICE
AT 10:50 O'CLOCK A.M.
Book 154 Page 5-11

SEP 08 1997

DAVID S. CHAVEZ
County Clerk RIA County
New Mexico
By Le May Deputy



TRANSACTION REPORT

P. 01

SEP- 4-01 TUE 12:46 PM

FOR: RIM SOUTHWEST CORP. 15053275531

DATE	START	RECEIVER	TX TIME	PAGES	TYPE	NOTE
SEP- 4	12:32 PM	15057618911	13' 49"	17	SEND	OK



HOLCOMB OIL AND GAS, INC.

P.O. Box 2058 • Farmington, NM 87499 • Phone: (505) 326-0550 • Fax: (505) 326-2149

VIA FAX TRANSMITTAL

June 5, 2001


Mr. R. J. Blair
Mountain States Natural Gas Corp.
P. O. Box 12323
Las Vegas, NV 89112

RE: McCroden B-1
Gas Balancing Information

Dear Mr. Blair:

In response to your fax of May 11, 2001, and our conversation this morning, we need your signature on the Communitization Agreement to proceed with returning the subject well to producing status.

I have attached an imbalance report from Energen that would represent the current status with respect to each owner.

Should we successfully complete the activities outlined, I would suggest that we market your gas to simplify the accounting functions.

With respect to our conversation on purchasing your interests in the McCroden B-2 and B-3 wells, I show your imbalance on these wells at (-6348 and -6430 respectively). Given current price trends in the San Juan Basin less applicable gathering, transportation and shrinkage, I would expect these volumes to command something around $\pm \$2.50/\text{mcf}$.

Mr. R. J. Blair
RE: McCroden B-1
Gas Balancing Information

Page 2.
June 5, 2001

The complexity in evaluating these type issues lie in the ability to market the gas on a current allocation basis, plus the make-up volumes. Historically, wells of this nature (without balancing agreements) have been adjusted at the end of the well's life. Obviously, acquisitions with gas imbalances can be difficult due to the discount factors. I will forward a proposal under separate cover in the near future.

Please expedite your signature on the Communitization Agreement. Thank you.

Sincerely,

A handwritten signature in black ink, appearing to read 'WJH', followed by a stylized flourish.

W. J. Holcomb

WJH:slh
Attachment

GCR.GBAI
Run: 1
Aug: 2,000

ENERGEN RESOURCES CORPORATION
Statement of Gas Imbalances
for the month of:
September 1999

Well:	MCCRODEN B 1	Well #:	3132037A	BTU Factor (Dry):	
Field:	TAPACITO PICTURED CLIFFS (PRO GAS)	Meter No.:	37056	Balancing Unit:	MCF
Formation:	ICTURED CLIFFS	Lease No.:	931001	Product:	GAS
County:	RIO ARRIBA	Legal Descr.:		Analyst:	S LAVENDER
State:	NM	Pressure Base:	14.730	Telephone:	205-326-8156

Transport	WI Owner/ Producer	Owner #	WI	Entitlement	Sales	Est/ Act	Curr Month Imbalance	Prior Month Imbalance	Cumulative Imbalance
WFS	CLARK AND OATMAN	7165	0.00798154	0	0	A	0	3	3
WFS	ENERGEN RESOURCES C	20	0.49703956	0	0	A	0	2,157	2,157
WFS	KIMBALL & WILLIAMS	1314	0.12574000	0	0	A	0	-852	-852
WFS	MOUNTAIN STATES NAT	3604	0.06286999	0	0	A	0	-245	-245
WFS	IBEX PARTNERSHIP LT	4002	0.11775891	0	0	A	0	-393	-393
WFS	WILLIAM R GILLILAND	5207	0.01571751	0	0	A	0	-31	-31
WFS	N M & O OPERATING C	5234	0.03143500	0	0	A	0	-158	-158
WFS	MHW ENERGY LTD	5546	0.12573999	0	0	A	0	-457	-457
WFS	CHRISTOPHER L PHILL	5961	0.00785873	0	0	A	0	-8	-8
WFS	RAMONA SWEET REVOCA	5962	0.00785877	0	0	A	0	-16	-16

TOTAL		1.00000000	0	0	0		0	0	0
=====									

Mountain States Natural Gas, Corp.

P.O. Box 12323

Las Vegas, NV 89112

(702) 737-6843

Fax: (702) 893-1066

E-mail: davidblair34@netzero.net

RECEIVED
OCT 29 2001

October 25, 2001

W. J. Holcomb
Holcomb Oil & Gas
P.O. Box 2058
Farmington, NM 87499

cc: Whittier Energy Company
Revenue Accounting
462 Stevens Ave.
Solana Beach, CA 92075

Certified Mail - Return Receipt Requested

Dear Mr. Holcomb:

Our company owns a 6.287 % Working Interest in:

McCroden B # 1

T25N-R3W-Sec. 4, Unit: K

Rio Arriba County, New Mexico

Pool: Tapacito Pictured Cliffs

Produced: 01-1977 to 06-1998

We would like to request that you provide us with Gas Balancing Statements for Mountain States Natural Gas, Corporations interest in this well from the years of 1977 to 1998 when the well was shut in.

Our company owns interests in other McCroden wells in this area and these wells along with the McCroden B # 1 (which was formerly operated by Energen Resources Corp.) were all under the same Operator a few years back. Our other McCroden well interests show our company having sizable imbalances on production from 1990 to the present due to changes in the way gas was marketed in the early 1990's.

We have not located our gas balancing history on the McCroden B # 1 yet and we are certain that Mountain States Natural Gas, Corp. (Federal Tax ID #: 73-0725039) has an imbalance on this well that is similar to the imbalance we have on other McCroden wells that Energen Resources Corporation is Operating.

Once we have resolved this imbalance issue with you we will be in a better position to execute the communitization agreement that you are requiring to rework this well.

We are looking forward to getting this accounting information back from you at your earliest possible convenience. Please contact us with any questions.

Sincerely,

M. David Blair

M. David Blair
General Manager

*Susan pls get this letter
for me to review!*

HOLCOMB OIL AND GAS, INC.

P.O. Box 2058 • Farmington, NM 87499 • Phone: (505) 326-0550 • Fax: (505) 326-2149

November 2, 2001

Mountain States Natural Gas, Corp.
Attn: Mr. M. David Blair
P.O. Box 12323
Las Vegas, Nevada 89112

Re: **McCroden B-1
Gas Balancing
Proposal**

Dear Mr. Blair,

In response to your letter dated October 25, 2001, we have attached a copy of the letter sent to you both by fax and in the mail. This continues to be the most current imbalance information for the McCroden B-1 well. Additionally, we have enclosed the most recent imbalance data for all McCroden wells.

As a follow up to our letter of June 5, 2001, we would propose to purchase all your right, title, and interest in the McCroden B1, McCroden B2, and McCroden B3 wells, for a cash consideration of \$18,000.00 effective November 1, 2001 and subject to normal and customary due diligence.

Should you need any additional information or have any questions, please contact our office at your earliest convenience.

Sincerely,


Susan M. Herrera
GGAS@digii.net

SENDER: COMPLETE THIS SECTION

- Complete items 1, 2, and 3. Also complete item 4 if Restricted Delivery is desired.
- Print your 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.

1. Article Addressed to:

MOUNTAIN STATES NATURAL GAS
ATTN: M. DAVID BLAIR
P.O. Box 12323
LAS VEGAS, NV 89112

2. Article Number
(Transfer from service label)

7001 1940 0003 1550 5706

PS Form 3811, August 2001

U.S. Postal Service CERTIFIED MAIL RECEIPT (Domestic Mail Only; No Insurance Coverage Provided)

7001 1940 0003 1550 5706

Postage	\$ 0.34
Certified Fee	2.10
Return Receipt Fee (Endorsement Required)	1.50
Restricted Delivery Fee (Endorsement Required)	4.17
Total Postage & Fees	\$ 8.11

NOV 2
Postmark
Here

Sent To

MOUNTAIN STATES NATURAL GAS

Street, Apt. No.,
or PO Box No. P.O. Box 12323

City, State, ZIP+4
LAS VEGAS, NV 89112

PS Form 3800, January 2001

See Reverse for Instructions*

COMPLETE THIS SECTION ON DELIVERY

A. Signature

X  ☐ Agent ☐ Addressee

B. Received by (Printed Name)

M. David Blair

C. Date of Delivery

11-7-01

D. Is delivery address different from item 1? ☐ Yes
If YES, enter delivery address below: ☐ No

NOV 14 2001
1002 1 1 1001

3. Service Type

☒ Certified Mail ☐ Express Mail
☐ Registered ☒ Return Receipt for Merchandise
☐ Insured Mail ☐ C.O.D.

4. Restricted Delivery? (Extra Fee)

☐ Yes

Domestic Return Receipt

102595-01-M-2509



HOLCOMB OIL AND GAS, INC.

P.O. Box 2058 • Farmington, NM 87499 • Phone: (505) 326-0550 • Fax: (505) 326-2149

VIA FAX TRANSMITTAL

June 5, 2001


Mr. R. J. Blair
Mountain States Natural Gas Corp.
P. O. Box 12323
Las Vegas, NV 89112

RE: McCroden B-1
Gas Balancing Information

Dear Mr. Blair:

In response to your fax of May 11, 2001, and our conversation this morning, we need your signature on the Communitization Agreement to proceed with returning the subject well to producing status.

I have attached an imbalance report from Energen that would represent the current status with respect to each owner.

Should we successfully complete the activities outlined, I would suggest that we market your gas to simplify the accounting functions.

With respect to our conversation on purchasing your interests in the McCroden B-2 and B-3 wells, I show your imbalance on these wells at (-6348 and -6430 respectively). Given current price trends in the San Juan Basin less applicable gathering, transportation and shrinkage, I would expect these volumes to command something around $\pm \$2.50/\text{mcf}$.

Mr. R. J. Blair
RE: McCroden B-1
Gas Balancing Information

Page 2.
June 5, 2001

The complexity in evaluating these type issues lie in the ability to market the gas on a current allocation basis, plus the make-up volumes. Historically, wells of this nature (without balancing agreements) have been adjusted at the end of the well's life. Obviously, acquisitions with gas imbalances can be difficult due to the discount factors. I will forward a proposal under separate cover in the near future.

Please expedite your signature on the Communitization Agreement. Thank you.

Sincerely,

A handwritten signature in black ink, appearing to read 'W. J. Holcomb', with a stylized, cursive script.

W. J. Holcomb

WJH:slh
Attachment

GCR.GRAM
Run
7 3 2 1999

ENERGEN RESOURCES CORPORATION
Statement of Gas Imbalances
for the month of:
September 1999

Well:	MCCRODEN B 1	Well #:	3132037A	BTU Factor (Dry):	
Field:	TAPACITO PICTURED CLIFFS (PRO GAS)	Meter No.:	37056	Balancing Unit:	MCF
Location:	PICTURED CLIFFS	Lease No.:	931001	Product:	GAS
County:	RIO ARRIBA	Legal Descr.:		Analyst:	S LAVENDER
State:	NM	Pressure Base:	14.730	Telephone:	205-326-8156

Transport	WI Owner/ Producer	Owner #	WI	Entitlement	Sales	Est/ Act	Curr Month Imbalance	Prior Month Imbalance	Cumulative Imbalance
WFS	CLARK AND OATMAN	7165	0.00798154	0	0	A	0	3	3
FS	ENERGEN RESOURCES C	20	0.49703956	0	0	A	0	2,157	2,157
WFS	KIMBALL & WILLIAMS	1314	0.12574000	0	0	A	0	-852	-852
WFS	MOUNTAIN STATES NAT	3604	0.06286999	0	0	A	0	-245	-245
FS	IBEX PARTNERSHIP LT	4002	0.11775891	0	0	A	0	-393	-393
WFS	WILLIAM R GILLILAND	5207	0.01571751	0	0	A	0	-31	-31
WFS	N M & O OPERATING C	5234	0.03143500	0	0	A	0	-158	-158
WFS	MHW ENERGY LTD	5546	0.12573999	0	0	A	0	-457	-457
WFS	CHRISTOPHER L PHILL	5961	0.00785873	0	0	A	0	-8	-8
WFS	RAMONA SWEET REVOC	5962	0.00785877	0	0	A	0	-16	-16

TOTAL		1.00000000		0	0		0	0	0
=====									

Run Date:
SEP 24 2001

ENERGEN RESOURCES CORPORATION

Statement of Gas Imbalances

for the month of:

JULY 2001



Well:	MCCRODEN B 2	Well #:	3132035A	BTU Factor (Dry):	1.2840
Field:	TAPACITO PICTURED CLIFFS (PRO GAS)	Meter No.:	37057	Balancing Unit:	MCF
Formation:	PICTURED CLIFFS	Lease No.:	931001	Product:	GAS
County:	RIO ARRIBA	Legal Descr.:		Analyst:	JOY MARTIN
State:	NM	Pressure Base:	14.730	Telephone:	205 326 2631

Transport	WI Owner/ Producer	Owner #	WI	Entitlement	Sales	Est/ Act	Curr Month Imbalance	Prior Month Imbalance	Cumulative Imbalance
WFS	IBEX PARTNERSHIP LT	4002	0.11775889	93	93	A	0	-1,571	-1,571
WFS	CLARK AND OATMAN	7165	0.00798166	6	6	A	0	-206	-206
WFS	ENERGEN RESOURCES C	20	0.49703945	395	395	A	0	17,165	17,165
WFS	KIMBALL & WILLIAMS	1314	0.12574000	99	96	A	-3	-4,714	-4,717
WFS	MOUNTAIN STATES NAT	3604	0.06287000	50	0	A	-50	-6,527	-6,577
WFS	WILLIAM R GILLILAND	5207	0.01571748	12	84	A	72	-1,530	-1,458
WFS	MHW ENERGY LTD	5546	0.12574000	99	88	A	-11	-1,142	-1,153
WFS	DUGAN PRODUCTION CO	4165	0.03143501	25	23	A	-2	-672	-674
WFS	CHRISTOPHER L PHILL	5961	0.00785874	6	0	A	-6	-536	-542
WFS	RAMONA SWEET REVOKA	5962	0.00785877	6	6	A	0	-267	-267

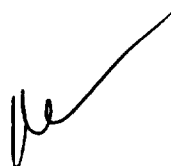
TOTAL			1.00000000	791	791		0	0	0

Remarks:

AGREEMENT WITH THIS STATEMENT IS ASSUMED, UNLESS OTHERWISE NOTIFIED. THIS PROPERTY HAS BEEN RECONCILED FROM INCEPTION OF THE IMBALANCE AND IS ASSUMED CORRECT UNLESS ENERGEN RESOURCES IS NOTIFIED BY YOU WITHIN 30 DAYS. MAIL NOTIFICATION TO: ENERGEN RESOURCES CORPORATION, ATTN: REVENUE ACCOUNTING, 605 RICHARD ARRINGTON JR BLVD N, BIRMINGHAM, AL 35203-2707.

SOURCE: _____
G/L: _____
UNIT: _____
POSTED: _____
PAID: _____

RECEIVED
OCT 08 2001



REGAL

ENERGEN RESOURCES CORPORATION

Run Date: *
JP 24 2001

Statement of Gas Imbalances
for the month of:
JULY 2001

Well #:	MCCRODEN B 3	Well #:	3132036A	BTU Factor (Dry):	1.2310
Field:	BLANCO-MESAVERDE (PRORATED GAS)	Meter No.:	35790	Balancing Unit:	MCF
Formation:	MESAVERDE	Lease No.:	931001	Product:	GAS
County:	RIO ARriba	Legal Descr.:		Analyst:	JOY MARTIN
State:	NM	Pressure Base:	14.730	Telephone:	205 326 2631

Transport	WI Owner/ Producer	Owner #	WI	Entitlement	Sales	Est/ Act	Curr Month Imbalance	Prior Month Imbalance	Cumulative Imbalance
WFS	IBEX PARTNERSHIP LT	4002	0.13045944	262	257	A	-5	-1,063	-1,068
WFS	CLARK AND OATMAN	7165	0.00884391	18	17	A	-1	-344	-345
WFS	ENERGEN RESOURCES C	20	0.55065274	1,105	1,086	A	-19	15,588	15,569
WFS	KIMBALL & WILLIAMS	1314	0.03143488	63	62	A	-1	-1,822	-1,823
WFS	MOUNTAIN STATES NAT	3604	0.06965100	140	0	A	-140	-6,662	-6,802
WFS	WILLIAM R GILLILAND	5207	0.01741370	35	235	A	200	-1,546	-1,346
WFS	N M & O OPERATING C	5234	0.03482721	70	69	A	-1	-1,753	-1,754
WFS	MHW ENERGY LTD	5546	0.13930344	279	263	A	-16	-1,584	-1,600
WFS	CHRISTOPHER L PHILL	5961	0.00870680	17	0	A	-17	-567	-584
WFS	RAMONA SWEET REVOKA	5962	0.00870688	17	17	A	0	-247	-247

TOTAL			1.00000000	2,006	2,006		0	0	0
=====									

Remarks:

AGREEMENT WITH THIS STATEMENT IS ASSUMED, UNLESS OTHERWISE NOTIFIED. THIS PROPERTY HAS BEEN RECONCILED FROM INCEPTION OF THE IMBALANCE AND IS ASSUMED CORRECT UNLESS ENERGEN RESOURCES IS NOTIFIED BY YOU WITHIN 30 DAYS. MAIL NOTIFICATION TO: ENERGEN RESOURCES CORPORATION, ATTN: REVENUE ACCOUNTING, 605 RICHARD ARRINGTON JR BLVD N, BIRMINGHAM, AL 35203-2707.

RECEIVED
OCT 08 2001

Memo

To: File
From: Susan M. Herrera
CC:
Date:
Re: Contact some one to help with "forced pooling"

"Forced Pooling"

9/6/2001 @ 1:43 pm – spoke with Angie @ BLM – she said in order for CA to go through without all signatures, the NM Conservation Division would have to do a "forced pooling" she told me to call Dorothy in Aztec (334-6178).

9/6/2001 @ 3:18 pm – left v.m. for Dorothy to return my call.

10/2/2001 @ 1:49 pm – spoke with Dorothy – she has zero knowledge on "forced pooling" – said I should call geologist – Steve Haiden, but he is out of the office until Friday the 5th.

10/2/2001 @ 1:56 pm – left vm for Steve to call me back. Steve called back 10/10/2001 – we need to call Santa Fe Division – he said Cathy Valdez would be able to help.

10/18/2001 @ 2:28 pm – spoke with Cathy – she also has no idea about "forced pooling" she said Michael Strogner, an engineer could help, she put me through to his v.m. & I left a message for him to return my call

11/1/2001 @ 3:11 pm – Since State of New Mexico has not been able to help and I haven't been called back I (per Jeff's instructions) left a message for Heidi McKenzie @ Merriam to return my call.

11/1/2001 @ 3:19 pm – left another v.m. for Michael Strogner @ Santa Fe Division to please help me with any information on "forced pooling"

11/1/2001 @ 4:20 pm – Per Mike – a hearing is required – get an attorney in Santa Fe, and attorney will move us through the process.

12/4/2001 – left v.m. for Bill Carr's secretary

12/11/2001 – Bill Carr returned my call – he requested some general information & he would handle the rest.