

EXHIBIT "A" TO OPERATING AGREEMENT
DATED July 17, 1989
BETWEEN CONOCO INC., as Operator
and YATES PETROLEUM CORP., KATHLEEN CONE, TOM R. CONE,
KENNETH G. CONE, CLIFFORD CONE, DOUGLAS CONE
and CATHY CONE AUVENSHINE, as Non-Operator

1) IDENTIFICATION OF LANDS SUBJECT TO THIS AGREEMENT

T19S, R24E, NMPM, Eddy County, New Mexico
Section 36: SW/4

(Containing 160 acres, more or less)
from surface to the base of the Cisco Canyon formation.

2) PERCENTAGES OR FRACTIONAL INTEREST OF PARTIES TO THIS AGREEMENT

Conoco Inc.	50.00000%
Yates Petroleum Corp.	37.50000
Kathleen Cone	6.250000
Douglas Cone	1.250000
Tom R. Cone	1.250000
Kenneth G. Cone	1.250000
Clifford Cone	1.250000
● Cathy Cone Avenshine	<u>1.250000</u>
	100.000000%

3) OIL AND GAS LEASE AND/OR OIL AND GAS INTEREST SUBJECT TO THIS AGREEMENT:

Tract I: NW/4SW/4 of Section 36, T19S R24E, Eddy Co., NM
(212814) Lease Date: July 11, 1949 (HBP)
Lessor: State of New Mexico E-2781
Lessee: B. R. Gorman
Royalty: 12.5%

Tract II: NE/4SW/4, S/2SW/4 of Section 36, T19S, R24E, Eddy Co., NM
(212815) Lease Date: February 1, 1974
Lessor: State of New Mexico LG-1525
Lessee: Yates Petroleum Corp.
Royalty: 12.5%

4) ADDRESSES OF THE PARTIES FOR NOTICE PURPOSES:

Conoco Inc.
P. O. Box 460
726 E. Michigan
Hobbs, NM 88240
ATTN: Land Department

Kenneth G. Cone
P. O. Box 11310
Midland, TX 79702

Yates Petroleum Corp.
105 S. 4th Street
Artesia, NM 88210

Clifford Cone
P. O. Box 6010
Lubbock, TX 79493-6010

Kathleen Cone
P. O. Drawer 1509
Lovington, NM 88260

Douglas Cone
P. O. Box 13612
Albuquerque, NM 87192

Tom R. Cone
P. O. Box 778
Jay, OK 74346

Cathy Cone Auvenshine
P. O. Box 33280-296
Austin, TX 78764

EXHIBIT 8

BEFORE EXAMINER STOGNER OIL CONSERVATION DIVISION	
EXHIBIT NO. <u>8</u>	
CASE NO.	<u>9801</u>
Submitted by	<u>Conoco Inc.</u>
Hearing Date	<u>11-27-89</u>