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BEFORE EXAMINER STOGNER

Oil Conservation Division

FORA-Exhibit No. 2

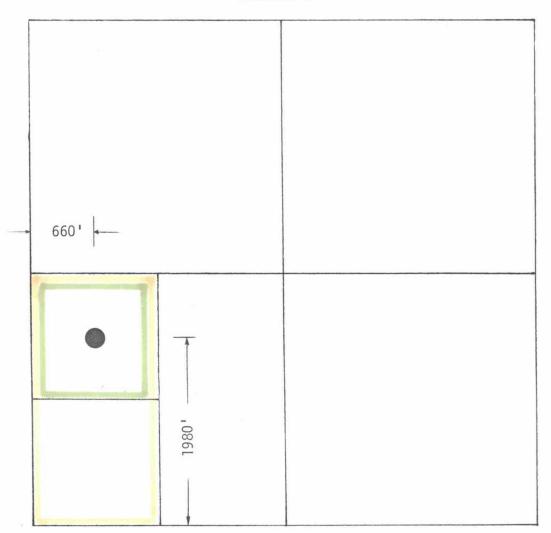
Case No. 9290

Proposed Caudill No. 2-8 Well

Twin Lakes Prospect 11,800' Strawn Test

Township 16 South - Range 37 East Lea County, New Mexico

Section 8



OUTSTANDING INTERESTS

Form 3

22.77

11.38

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Twin Lakes Prospect
Section 8: W/2SW/4, T16S-R37E
Lea County, New Mexico

0 00 Abbundung		<u>Net</u>	Acres
listed all ontalender	% of Unit	40 Acre Unit	80 Acre Unit
Doris Cross McAdoo 2048 Amherst Drive S. Pasadena, CA 91030	.354	.1416	. 2832
Estate of Harriet McAdoo Platt c/o Cynthia McAdoo Wheatland 33 Branch St., Boston, Mass. 02108	.354	.1416	.2832
J.H. Van Zant II 1730 Commerce Bldg. 307 W. 7th Street Fort Worth, TX 76102-5173	2.34375	.9375	1.875
Jeanne Van Zant Sanders Suite 508, Sinclair Bldg. 106 W. 5th Street Fort Worth, TX 76102	2.34375	.9375	1.875
E.B. White, Jr. P.O. Box 2052 Midland, TX 79720	.390625	.15625	.3125
Harry A. Miller, Jr. Margaret Ann Miller Carrico Harry A. Miller III Suite 600, 303 W. Wall St. Midland, TX 79701	.1953 .0976 .0976	.078125 .0390625 .0390625	.15625 .078125 .078125
Nitram Enterprises Inc. P.O. Box 3341 Midland, TX 79702	1.40625	. 5625	1.125
Standard Oil Production Co. P.O. Box 4587 Houston, TX 77210 Attn: Mr. James D. Sikes	who to some or the port	الون 7 سر	14
Harvey E. Yates Company .5203 Explorers Petroleum Corp0750 Spiral Inc0750 P.O. Box 1933 Poswell N.M. 88201	.03776	1.51	3.02
Roswell, N.M. 88201 Yates Energy Corp2547 Fred G. Yates. Inc0750 1010 Sunwest Centre Roswell, N.M. 88201			

SUTTE 158, PECAN CREEK 8340 MEADOW ROAD DALLAS, TEXAS 75231 (214) 373-8792

December 8, 1987

RE: Caudill #2-8 NW/4 SW/4 Section 8, T16S - R36E Proposed Unit - N/2 SW/4 Our Twin Lakes Prospect Lea County, New Mexico

Dear Working Interest Owner:

Foran Oil Company hereby proposes the drilling of an 11,600' Strawn test to be located at a legal location within the captioned lands.

For the commitment of your interest within the proposed unit, Foran is respectfully offering the following terms:

- 1) Lease your mineral interest for \$150.00/acre for a three (3) year term and a 3/16 royalty with an option to renew for an additional two (2) years at the same terms;
- 2) Participate as to your proportionate share by paying the associated drilling costs as shown on the enclosed AFE; or,
- 3) Farmout your interest within the proposed unit delivering no less than a 77.5% net revenue interest, proportionately reduced.

Please indicate your election by inserting the appropriate option below and executing both copies of this letter and returning one copy to the undersigned within two (2) weeks from date received.

Failure on your part to return the executed letter as provided herein will render this agreement voidable at Foran Oil Company's option.

This offer is subject to withdrawal without prior notice.

Sincerely yours

Lyndon Herring

Land Manager

Elect Option this	day of	_	
	, 1987.	FORM	4
A PER CONTROL OF THE PER CONTROL		9	290

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SENDER: Complete items 1 and 2 when additional services are desired, and complete items 3 and 4.			
Put your address in the "RETURN TO" space on the reverse side. Failure to do this will prevent this card from being returned to you. The return receipt fee will provide you the name of the person delivered to and the date of delivery. For additional fees the following services are available. Consult postmaster for fees and check box(es) for additional service(s) requested. 1. Show to whom delivered, date, and addressee's address. 2. Restricted Delivery.			
3. Article Addressed to:	4. Article Number		
J.H. Van Zant II	P 640 662 157		
1730 Commerce Bldg.	Type of Service:		
307 West 7th	☐ Registered ☐ Insured		
Ft. Worth, TX 76102-5173	☐ COD ☐ COD ☐ Express Mail		
	Always obtain signature of addressee or agent and <u>DATE DELIVERED</u> .		
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X Marian Jan 19	requested and fee paid)		
6. Signature - Agent			
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SUITE 158, PECAN CREEK 8340 MEADOW ROAD DALLAS, TEXAS 75231 (214) 373-8792

December 8, 1987

RE: Caudill #2-8
NW/4 SW/4 Section 8, T16S - (R36E - 37)
Proposed Unit - (N/2 SW/4 - N/S M)
Our Twin Lakes Prospect
Lea County, New Mexico

iran 5 9290

Dear Working Interest Owner:

Foran Oil Company hereby proposes the drilling of an 11,600' Strawn test to be located at a legal location within the captioned lands.

For the commitment of your interest within the proposed unit, Foran is respectfully offering the following terms:

- 1) Lease your mineral interest for \$150.00/acre for a three (3) year term and a 3/16 royalty with an option to renew for an additional two (2) years at the same terms;
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Sincerely yours,
Lyndon Herring
Land Manager

Elect Option	this _	day of			
		, 1987.			
By:		Put your address in the "RETUI card from being returned to you delivered to and the date of delipostmaster for fees and check b 1. Show to whom delivered 3. Article Addressed to: Dorothy Jeanne Var Suite 508, Sinclaid 106 West 5th Street Fort Worth, TX 76	RN TO" space on the reverse The return receipt fee will very. For additional fees the ox(es) for additional service date, and addressee's addre Zant Sanders Blvd.	e side. Failure to do this verification provide you the name of following services are averaged as a services. 2. Restricted 4. Article Number P 640 662 15 Type of Service: Registered Certified Express Mail Always obtain signature agent and DATE DELIV	will prevent this the person ailable. Consult Delivery. I Delivery. Insured COD of addressee or VERED.
12/1/87		7. Date of Delivery	46K)	8. Addressee's Address requested and fee pa	ìd)
		PS Form 3811, Feb. 1986		DOMESTIC I	RETURN RECEIPT

Suite 508, Sinclair Bldg.

SUITE 158, PECAN CREEK 8340 MEADOW ROAD DALLAS, TEXAS 75231 (214) 373-8792

RE: Caudill #2-8 NW/4 SW/4 Section 8, T16S - R36E Proposed Unit - N/2 SW/4 Our Twin Lakes Prospect Lea County, New Mexico December 8, 1987

Foran 6

9290

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Lyndon Herring
Land Manager

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1. Show to whom delivered, date, and addressee's addressee's	ss. 2. Restricted Delivery.	
3. Article Addressed to:	4. Article Number	
1	P 640 662 160	
E.B. White, Jr.	Type of Service:	
P.O. Box 2052	☐ Registered ☐ Insured	
Midland, TX 79720	☐ COD ☐ COD ☐ COD ☐ Express Mail	
<i>\</i>	Always obtain signature of addressee or agent and <u>DATE DELIVERED</u> .	
5. Signature – Addressee X	8. Addressee's Address (ONLY if requested and fee paid)	
6. Signature - Agent		
X .		
7. Date of Delivery DEC 17 1987		
PS Form 3811 Feb. 1986	DOMESTIC RETURN RECEIPT	

DALLAS, TEXAS 75231

SUITE 158, PECAN CREEK 8340 MEADOW ROAD DALLAS, TEXAS 75231 (214) 373-8792

December 8, 1987

RE: Caudill #2-8 NW/4 SW/4 Section 8, T16S - R36E Proposed Unit - N/2 SW/4 Our Twin Lakes Prospect Lea County, New Mexico

Dear Working Interest Owner:

40 500

Foran Oil Company hereby proposes the drilling of an 11,600' Strawn test to be located at a legal location within the captioned lands.

For the commitment of your interest within the proposed unit, Foran is respectfully offering the following terms:

- 1) Lease your mineral interest for \$150.00/acre for a three (3) year term and a 3/16 royalty with an option to renew for an additional two (2) years at the same terms;
- 2) Participate as to your proportionate share by paying the associated drilling costs as shown on the enclosed AFE; or,
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Sincerely yours Lyndon Herring Land Manager

	, 1987.	
Ву:	SENDER: Complete items 1 and 2 when addition	onal services are desired, and complete items 3 and 4
	Put your address in the "RETURN TO" space on the card from being returned to you. The return receip delivered to and the date of delivery. For additional postmaster for fees and check box(es) for additional	t fee will provide you the name of the person
	1. Show to whom delivered, date, and addresse	e's address. 2. Restricted Delivery.
	3. Article Addressed to:	4. Article Number P 640 662 163
	Harry A. Miller III	Type of Service:
-	c/o Harry A. Miller, Jr. 303 W. Wall Street Suite 600	Registered Insured COD Express Mail
i	Midland, TX 79701	Always obtain signature of addressee or agent and <u>DATE DELIVERED</u> .
erry, to set en	5. Signature — Addressee X	8. Addressee's Address (ONLY if requested and fee paid)
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	PS Form 3811, Feb. 1986	DOMESTIC RETURN RECEIN

c/o Harry A. Miller, Jr.

303 W. Wall Street, Suite 600 Midland, TX 79701

SUTTE 158, PECAN CREEK 8340 MEADOW ROAD DALLAS, TEXAS 75231 (214) 373-8792

RE: Caudill #2-8 NW/4 SW/4 Section 8, T16S - R36E Proposed Unit - N/2 SW/4 Our Twin Lakes Prospect Lea County, New Mexico

Dear Working Interest Owner:

Foran Oil Company hereby proposes the drilling of an 11,600' Strawn test to be located at a legal location within the captioned lands.

For the commitment of your interest within the proposed unit, Foran is respectfully offering the following terms:

- 1) Lease your mineral interest for \$150.00/acre for a three (3) year term and a 3/16 royalty with an option to renew for an additional two (2) years at the same terms;
- 2) Participate as to your proportionate share by paying the associated drilling costs as shown on the enclosed AFE; or,
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Failure on your part to return the executed letter as provided herein will render this agreement voidable at Foran Oil Company's option.

This offer is subject to withdrawal without prior notice.

Sincerely yours,
Lyndon Herring
Land Manager

December 8, 1987

Elect Option thi	s day of	
	SENDER: Complete items 1 and 2 when additional	services are desired, and complete items 3 and 4.
Ву:	Put your address in the "RETURN TO" space on the re card from being returned to you. The return receipt fee delivered to and the date of delivery. For additional fee postmaster for fees and check box(es) for additional ser	will provide you the name of the person s the following services are available. Consult
	1. Show to whom delivered, date, and addressee's a	ddress. 2. Restricted Delivery.
	3. Article Addressed to:	4. Article Number
	Margaret Ann Miller Carrico	P 640 662 162
	% Harry A. Miller, Jr.	Type of Service:
	303 W. Wall St., Suite 600 Midland, TX 79701	Registered Insured Certified COD Express Mail
		Always obtain signature of addressee or agent and DATE DELIVERED.
2	5. Signature — Addressee	8. Addressee's Address (ONLY if requested and fee paid)
: 	6. Signature — Agent	
114	7. Date of Delivery	
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Margaret Ann Miller Carrico c/o Harry A. Miller, Jr. 303 W. Wall Street, Suite 600 Midland, TX 79701

12/9/87

SUITE 158, PECAN CREEK 8340 MEADOW ROAD DALLAS, TEXAS 75231 (214) 373-8792

RE: Caudill #2-8 NW/4 SW/4 Section 8, T16S - R36E Proposed Unit - N/2 SW/4 Our Twin Lakes Prospect Lea County, New Mexico December 8, 1987

For An 9

9290

Dear Working Interest Owner:

Foran Oil Company hereby proposes the drilling of an 11,600' Strawn test to be located at a legal location within the captioned lands.

For the commitment of your interest within the proposed unit, Foran is respectfully offering the following terms:

- 1) Lease your mineral interest for \$150.00/acre for a three (3) year term and a 3/16 royalty with an option to renew for an additional two (2) years at the same terms;
- 2) Participate as to your proportionate share by paying the associated drilling costs as shown on the enclosed AFE; or,
- 3) Farmout your interest within the proposed unit delivering no less than a 77.5% net revenue interest, proportionately reduced.

Please indicate your election by inserting the appropriate option below and executing both copies of this letter and returning one copy to the undersigned within two (2) weeks from date received.

Failure on your part to return the executed letter as provided herein will render this agreement voidable at Foran Oil Company's option.

This offer is subject to withdrawal without prior notice.

Sincerely yours,
Lyndon Herring
Land Manager

Elect Option	this	_ day of			
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By:	ca de po 1.	SENDER: Complete items 1 and it your address in the "RETURN 1 ind from being returned to you. The blivered to and the date of delivery estmaster for fees and check box(et Show to whom delivered, date Article Addressed to:	'O" space on the reverse e return receipt fee will For additional fees the s) for additional service(e side. Failure to do this provide you the name o following services are as (s) requested. ss. 2. Restricte 4. Article Number 640 662 161	will prevent this f the person vailable. Consult
		Suite 600 303 W. Wall Street Midland, TX 79701		Type of Service: Registered Certified Express Mail Always obtain signatur	
24/57	6. X	Signature - Agent		8. Addressed's Address requested and fee pa	(ONLY if aid)
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Harry A. Miller, Jr. Suite 600 303 W. Wall Street

Midland, TX 79701

SUITE 158, PECAN CREEK 8340 MEADOW ROAD DALLAS, TEXAS 75231 (214) 373-8792

December 14, 1987

Nitrom, Inc. Mr. C.D. Martin, President 2504 Auburn Place Midland, TX 79705

RE: Caudill #2 - 8

NW/4 SW/4 Sec. 8, T16S-R37E Our Twin Lakes Prospect Lea County, New Mexico

Dear Mr. Martin:

For an Oil Company hereby proposes the drilling of an 11,600' Strawn test to be located at a legal location within the captioned lands.

For the committment of your interest within the SW/4 of Section 8, Foran is respectfully offering the following terms:

1. Sell your leasehold mineral interest for \$150.00 per acre;

 Participate as to your proportionate share by paying the associated drilling costs as shown on the enclosed AFE's; or

3. Farmout your interest within the SW/4 of Sec. 8 delivering no less than a 77.5% net revenue interest, proportionately reduced.

Please indicate your election by inserting the appropriate option below and executing both copies of this letter and returning one executed copy, along with an executed AFE if option 2 is elected, to the undersigned within 10 days from date received.

This offer is subject to withdrawal without prior notice and failure to return an executed copy of this letter within the above time frame shall render this offer voidable at Foran's option.

	SENDER: Complete items 1 and 2 when additional ser	vices are desired, and complete items 3 and 4.
	Put your address in the "RETURN TO" space on the rever card from being returned to you. The return receipt fee wi delivered to and the date of delivery. For additional fees the postmaster for fees and check box(es) for additional service.	ill provide you the name of the person he following services are available. Consult ce(s) requested.
	1. Show to whom delivered, date, and addressee's add	
	3. Article Addressed to:	4. Article Number
	Nitrom, Inc.	P 640 662 167
Elect Option	Mitrom, Inc. Mr. C.D. Martin	Type of Service:
of	2504 Auburn Place Midland, TX 79705	Registered Insured COD Express Mail
	Midland, 1x 19105	_
By:		Always obtain signature of addressee or agent and <u>DATE DELIVERED</u> .
	5. Signature – Addressee X Mc (D Market)	8. Addressee's Address (ONLY if requested and fee paid)
	6. Signature Agent	
OMO AND A STATE OF THE STATE OF	X	· (
OMPANY N CREEK	7. Date of Delivery	7
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3 , 7231		

ORAN OIL COMPAN SUITE 158, PECAN CREEK 8340 MEADOW ROAD DALLAS, TEXAS 75231

> Nitrom, Inc. Mr. C.D. Martin, President 2504 Auburn Place Midland, TX 79705

REFORE EXAMINER STOGNER

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SUITE 158, PECAN CREEK 8340 MEADOW ROAD DALLAS, TEXAS 75231 (214) 373-8792

December 15, 1987

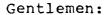
Standard Oil Production Company 5151 San Felipe P.O. Box 4587 Houston, Texas 77210

Attn: Mr. James D. Sikes

Re: Caudill No. 2-8

Section 8: NW/4 SW/4, T16S-R37E

Our Twin Lakes Prospect Lea County, New Mexico

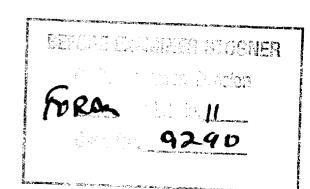


Foran Oil Company hereby proposes the drilling of an 11,800' Strawn test to be located at a legal location within the captioned lands. We anticipate the spacing unit to be the W/2 SW/4 of Section 8.

For the commitment of your interest in support of this test, Foran is respectully offering the following terms:

- 1. Participate as to your proportionate share by paying the associated drilling costs as shown on the enclosed AFE. The proposed JOA is available for your review should you be interested in joining; or,
- 2. Farmout your interest in Section 7: E/2 SE/4 and Section 8: SW/4, Tl6S-R37E delivering a 75% net revenue interest, proportionately reduced, with the option after payout to convert any overriding royalty associated therewith to a 1/8 working interest, proportionately reduced, on the first commercial well, a 1/5 working interest, proportionately reduced on the second commercial well, and a 1/4 working interest, proportionately reduced, on any commercial wells drilled thereafter on the farmout lands.

Our seismic data is available for your review after your agreement to joint or farmout under mutually agreeable terms and a letter has been signed by both parties to that effect. These terms are the same terms we recently reached with Amerada.



Standard Oil Production Company December 15, 1987 Page Two

Your prompt consideration and response to this request would be appreciated. As a formality, Sohio's name has been included on an upcoming January 6, 1988 compulsory pooling hearing to be held in Santa Fe, New Mexico. The proposed spud date will be within thirty (30) days of the Conservation Commission order.

If you have any questions regarding this matter, please do not hesitate to contact me.

Very truly yours,

Joseph Wm. Foran

President

JWF/rc

Enclosure

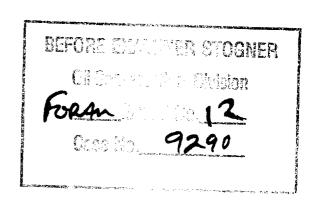
SENDER: Complete items 1 and 2 when additional services are desired, and complete items 3 and 4. Put your address in the "RETURN TO" space on the reverse side. Failure to do this will prevent this card from being returned to you. The return receipt fee will provide you the name of the person delivered to and the date of delivery. For additional fees the following services are available. Consult postmaster for fees and check box(es) for additional service(s) requested.			
1. Show to whom delivered, date, and addressee's address	s. 2. Restricted Delivery.		
3. Article Addressed to: Standard Oil Production Co.	4. Article Number P-588 477 177		
5151 San Felipe	Type of Service:		
P.O. Box 4587 Houston, TX 77210	Registered Insured COD Express Mail		
Attn: James D. Sikes	Always obtain signature of addressee or agent and <u>DATE DELIVERED</u> .		
5. Signature — Addressee X	8. Addressee's Address (ONLY if requested and fee paid)		
6. Signature — Agent			
X			
7. Date of Delivery			
S Form 3811 Feb. 1986	DOMESTIC RETURN RECEIPT		

SUITE 158, PECAN CREEK 8340 MEADOW ROAD DALLAS, TEXAS 75231 (214) 373-8792

December 15, 1987

Harvey E. Yates Company Spiral, Inc. Explorers Petroleum Corporation P.O. Box 1933 Roswell, New Mexico 88201 Attn: Mr. Bob Bell

Fred G. Yates, Inc.
Yates Energy Corporation
1010 Sunwest Center
Roswell, New Mexico 88201
Attn: Mr. Kenton A. Hammonds



Re: Caudill No. 2-8
Section 8: NW/4 SW/4, T16S-R37E
Our Twin Lakes Prospect
Lea County, New Mexico

Gentlemen:

As you are aware, Foran Oil Company is proposing the drilling of an 11,600' Strawn test to be located at a legal location within the captioned lands. We anticipate the spacing unit to be on an 80 acre basis consisting of the W/2 SW/4 of Section 8, T16S-R37E. Foran wishes to keep you advised of its proceedings before the New Mexico Conservation Commission and wishes formally to invite you to participate as to your proportionate share by paying the associated drilling costs as shown on the enclosed AFE.

This letter is not intended to offend you, but we are following this course as a formality pursuant to the January 6, 1988 compulsory pooling hearing in Santa Fe. We have appreciated your cooperation in the past and would like to offer you all or a portion of the Amerada and Sohio farmins for this well. The JOA for this well will contain the same rates and provisions as that used in the Caudill #1-8 well.

Our proposed spud date will be within thirty (30) days of the Conservation Order and will accommodate the request of several other working interest partners to drill this well in 1988 rather than 1987. Our seismic data remains available for your review.

Harvey E. Yates Company Spiral, Inc. Explorers Petroleum Corporation Fred G. Yates, Inc. Yates Energy Corporation December 15, 1987 Page Two

Your prompt response to this letter would be appreciated. If you have any questions regarding this matter, please do not hesitate to contact me. We have scheduled this hearing for January 6th to coincide with an unorthodox location hearing on the same day.

Joseph Wm. Foran President

JWF/rc

Enclosure

SENDER: Complete items 1 and 2 when additional services are desired, and complete items 3 and 4.		
Put your address in the "RETURN TO" space on the reverse side. Failure to do this will prevent this card from being returned to you. The return receipt fee will provide you the name of the person delivered to and the date of delivery. For additional fees the following services are available. Consult postmaster for fees and check box(es) for additional service(s) requested.		
1. Show to whom delivered, date, and addressee's addre	ss. 2. Restricted Delivery.	
3. Article Addressed to: Harvey E. Yates Company	4. Article Number P- 588 477 179	
Spiral Inc. Explorers Petroleum Corporation	Type of Service:	
P.O. Box 1933 Roswell, N.M. 88201	Registered Insured COD COD	
Attn: Bob Bell	Always obtain signature of addressee or agent and DATE DELIVERED.	
5. Signature – Addressee X	8. Addressee's Address (ONLY if requested and fee paid)	
6. Signature – Agent		
7. Date of Delivery (2-(7-87)		
PS Form 3811, Feb. 1986	DOMESTIC RETURN RECEIPT	

STATE OF NEW MEXICO DEPARTMENT OF ENERGY AND MINERALS OIL CONSERVATION DIVISION

IN THE MATTER OF THE APPLICATION OF FORAN OIL COMPANY FOR COMPULSORY POOLING LEA COUNTY, NEW MEXICO.

CERTIFICATE OF MAILING AND COMPLIANCE WITH ORDER R-8054

In accordance with Division Rule 1207 (Order R-8054) I hereby certify that on December 15, 1987, notice of the hearing, and a copy of the application for the above referenced case, was mailed at least twenty days prior to hearings originally set for January 6, 1988 to the operators and interested parties listed in Exhibit "A" of the Application.

SUBSCRIBED AND SWORN to before me this 17th day of

December, 1987.

Notary Public

My Commission Expires:

9-26-91

BEFORE EMANUALS STORNER

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Casa No. 9290

e side. Failure to do this will prevent this provide you the name of the person e following services are available. Consult (s) requested. 2. Restricted Delivery. 4. Article Number Type of Service: Registered CoD Express Mail Always obtain signature of addressee or agent and DATE DELIVERED. 8. Addressee's Address (ONLY if requested and fee paid) DOMESTIC RETURN RECEIPS	PS Form 3811, Feb. 1986 Haran 1/6/88	7. Date of Delivery DEC 2 1 1987	6. Signatura — Agent X	5. Signature — Addressee X		2800 First National Tower Tulsa, Oklahoma 74103	ŧ	3./Article Addressed to:	Show to whom delivered, date, and addressee's address	Put your address in the "RETURN TO" space on the reverse side. Failure to do this will prevent this card from being returned to you. The return receipt fee will provide you the name of the person delivered to and the date of delivery. For additional fees the following services are available. Consult postmaster for fees and check box(es) for additional service(s) requested.
	DOMESTIC RETURN RECEIPT		1977	8. Addressee's Addiess (ONLY if requested and fee paid)	Always obtain signature of addressee or agent and DATE DELIVERED.		Type of Service:	4. Article Number 4. 4. 4. 4. 4. 4. 4. 4. 4. 4. 4. 4. 4.	ss. 2. Restricted Delivery.	ces are desired, and complete items 3 and 4. e side. Failure to do this will prevent this provide you the name of the person following services are available. Consult (s) requested.

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PS Form 3811, Feb. 1986 - Josan 1/0/88	7. Date of Delivery 12-17-87	6. Signature — Agent	5. Signature – Addressee X		P. O. Box 1933 One Sunwest Center Roswell, New Mexico 86201	Haivey E. Yates Company	3/Article Addressed to:	1. A Show to whom delivered, date, and addressee's address	SENDER: Complete items 1 and 2 when additional services are desired, and complete items 3 and 4 Put your address in the "RETURN TO" space on the reverse side. Failure to do this will prevent this card from being returned to you. The return receipt fee will provide you the name of the person delivered to and the date of delivery. For additional fees the following services are available. Consult postpraster for fees and check box(es) for additional service(s) requested.
DOMESTIC RETURN RECEIPT	Koswell Massol	P.O. Box 1755	8. Addressee's Address (ONLY if requested and fee paid)	Always obtain signature of addressee or agent and DATE DELIVERED .	Registered Insured Certified COD Express Mail	Type of Service:	4. Article Number 052 518	s. 2. Restricted Delivery	es are desired, and complete items 3 and 4. side. Failure to do this will prevent this provide you the name of the person following services are available. Consult of requested.

6. Signature – Agent X 7. Date of Delivery	5. Signature – Addressee requ		146 87 87 77210	DE	rut your duries in the return receipt fee will provide you the name of the point of the provide you the name of the point of the delivery. For additional fees the following services are available. Consult delivered to and the date of delivery. For additional fees the following services are available. Consult postmaster for fees and check box(es) for additional service(s) requested. 2. Restricted Delivery.	SENDER: Complete items 1 and 2 when additional services are desired, and complete items 3 and 4.	98 Form 3811, Feb. 1986 Joran 1/6/88	7. Date of Delivery	6. Signatur 6 - Ad ent X	S. Signatura Addressee X reque	Always agent an	1802 1802	state of Wollsam Cipbs McAdod.	Show to whom delivered, date, and addressee's address	SENDER: Complete items 1 and 2 when additional services are desired, and complete items 3 and 4. Put your address in the "RETURN TO" space on the reverse side. Failure to do this will prevent this card from being returned to you. The return receipt fee will provide you the name of the person delivered to and the date of delivery. For additional fees the following services are available. Consult postmaster for fees and check box(es) for additional service(s) requested.
DOMESTIC RETURN RECEIPT	requested and fee paid	Always obtain signature of addressee or agent and DATE DELIVERED.	Registered Insured Cortified COD	Article Number WY 05 2 530 Type of Service:	services are available. Consult ed. Ged. Restricted Delivery.	ired, and complete items 3 and 4. ure to do this will prevent this	DOMESTIC RETURN RECEIPT			8. Addressee's Address (ONLY if requested and fee paid)	Always obtain signature of addressee or agent and DATE DELIVERED.	Registered Insured Certified COD	Type of Service:	2. Restricted Delivery.	sired, and complete items 3 and 4. lure to do this will prevent this ou the name of the person a services are available. Consult red.
of Deli	Signature	5. Signature — Addresse	1730 Commerce Plog. 307 W. 7th Street Fort Worth, Texas 76182-5173	J. P. Zan Vant 13	delivered to and the date of delivery. For additional fees the fostpaster for fees and check box(es) for additional service(s) Show to whom delivered, date, and addressee's addressed 3. Article Addressed 1.	SENDER: Complete items 1 and 2 when additional service Put your address in the "RETURN TO" space on the reverse card from being returned to the service of t	PS Form 3811, Feb. 1986 Jan 1/6/88	7. Date of Delivery /2-/7.87	6. Signature – Agent	S. Signature Addressee	Di A	Er Sur	Fied G. Vates Inc.	1. (A.Show to whom delivered, date, and addressee's address.	● SENDER: Complete items 1 and 2 when additional services Put your address in the "RETURN TO" space on the reverse sic card from being returned to you. The return receipt fee will pro- delivered to and the date of delivery. For additional fees the fol postmaster for fees and check box(es) for additional service(s) i

URN TO" space on the reverse side. Failure to do this will prevent this ou. The return receipt fee will provide you the name of the person elivery. For additional fees the following services are evailable. Consult box(es) for additional service(s) requested. ed, date, and addressee's address. 1 and 2 when additional services are desired, and complete items 3 and 4. ss. 2. Restricted Delivery.

4. Article Number

1. 4.4 US 3 53 3

Fied G. Vates Inc.	Type of Service:	
n in	Registered Certified Express Mail	☐ Insured
	Always obtain signature of addressee or agent and DATE DELIVERED.	of addressee or /ERED.
nature — Addressee	8. Addresnee's Address (ONLY if requested and fee paid)	d) ONLY if
nature – Agent		
te of Delivery 12-12-37	· •	• ₇
m 3811, Feb. 1986 Lowan 1/6/88	DOMESTIC R	DOMESTIC RETURN RECEIPT
SENDER: Complete items 1 and 2 when addis:		· 10 10 10 10 10 10 10 10 10 10 10 10 10
t your address in the "RETURN TO" space on the reverse side. Failure to do this will prevent this ivered to and the date of delivery. For additional fees the following services are available. Consult that of fees and check box(es) for additional fees the following services are available. Consult of Show to whom delivery.	e side. Failure to do this provide you the name of following services are a si requested.	nplete items 3 and will prevent this of the person valiable. Consult
Article Addressed to:	2.	Restricted Delivery.
n gan yant di	4. Afficie Number	2520
45 K4L M 1 40 Telemon 08	Type of Service:	
1 t 75 c	Certified Express Mail	COD
	Always obtain signature of addressee or agent and DATE DELIVERED.	e of addressee or VERED.
- Agent S	8. Addressee's Address (ONLY requested and fee paid)	(ONLY if
ite of Delivery	À	,

DOMESTIC RETURN !

5. Signature – Addressee X MA Signature – Agent X 7. Date of Delivery PS Form 3811, Feb. 1986	Put your address in the "RETURN TO" space on the reverse side. Failure to do this will prevent this card from being returned to you. The return receipt fee will provide you the name of the person postmaster for fees and check box(es) for additional fees the following services are available. Consult Show to whom delivered, date, and addressee's address. 2. Restricted Delivery. 5. Show to whom delivered, date, and addressee's address. 2. Restricted Delivery. 4. Article Number 5. Neary Faith Menadoc Trackwell Colleta, Ch. 93117 Registered Cortified Consult Registered Consult Consul	PS Form 3811, Feb. 1986 Jouan 1/6/88	6. Signature — Agent X. Cocyrcta 7. Date of Delivery	5. Signature — Addressee **Requeste** **Re	Always ob agent and	bs, New Mexico 88240	1. Article	and from being returned to you. The return receipt fee will provide you elivered to and the date of delivery. For additional fees the following streams for fees and check box(es) for additional service(s) requested. Show to whom delivered, date, and addressee's address.	SENDER: Complete items 1 and 2 when additional services are desired, and complete items 3 and 4. "ut your address in the "RETURN TO" space on the reverse side. Failure to do this will prevent this
Requested and fee puld	ss are desired, and complete items 3 and 4. ide. Failure to do this will prevent this roylde you the name of the person ploweing services are available. Consult 2. Restricted Delivery. Articla Number Type of Service: Registered Certified Coppers Mail			8. Addressee's Address (ONLY if requested and fee paid)	Always obtain signature of addressee or agent and DATE DELIVERED.	sred Insured COD	ticle Number - 484052532 - VSHOS2532	u the name of the person services are available. Consult d. — Restricted Delivery.	ed, and complete items 3 and 4. re to do this will prevent this
5. Signature — Addressee X 6. Signature — Agent 7. Date of Delivery	Put your address in the "BETUAN TO" space on the reversed from being-returned to you. The return receipt fee delivered of and the date of delivery. For additional fees pestryaster for fees and check box(es) for additional sen 1. Show to whom delivered, date, and addressee's at 3. Article Addressed to: F. B. Willter JI. F. B. Wilter JI.	PS Form 3811, Feb. 1986 Jouan 1/6/88	6. Signature — Agent X 7. Date of Delivery 7. T6.	5. Signature — Addressee X		c/o Roy G. Barton F. O. Box 978 Hobbs, New Mexico 88248	3/Article Addressed to:	card from being returned to you. The return receipt fee will delivered to and the date of delivery. For additional fees the postpaster for fees and check box(es) for additional service(to the service). 1. All Show to whom delivered, date, and addressee's ad	SENDER: Complete items 1 and 2 when additional service Put your address in the "RETURN TO" space on the reverse

DOMESTIC RETURN RECEIPT

"RETURN TO" space on the reverse side. Failure to do this will prevent this ed to you. The return receipt fee will provide you the name of the person te of delivery. For additional fees the following services are available. Consult check box(es) for additional service(s) requested. Mexico 88248 . Land & Royalty Co Barton lelivered, date, and addressee's address. items 1 and 2 when additional services are desired, and complete items 3 and 4 Registered
Certified
Express Mail agent and DATE DELIVERED.

8. Addressne's Address (ONLY if requested and fee paid) 4. Article Number Always obtain signature of addressee or Type of Service: 2. Restricted Delivery.

7. Date of Delivery S Form 3811, Feb. 1986 bunn /6/88	6. Signature Agent / /	5. Signature - Andressee //		F. 0. Boy 12852 Midland, Texas 79728	B EN	3./Article Addressed to:	1. Show to whom delivered, date, and addressee's address	Put your address in the "BET URN TO" space on the reverse side. Fail the to do this will be the card from being-returned to you. The return receipt fee with provide you the name of the return receipt fee with provide you the name of the return receipt fees the following services are available. Comparing the fees and check box(es) for additional service(s) requested.	SENDER: Complete items 1 and 2 when additional services are designs, and complete items 3 and	A. M. Martin and A. M.
DOMESTIC RETURN REC	the mysterial	8. Addressee's Address (ONLY), requested and fee paid	Always obtain signature of addressee agent and DATE DELIVERED.	Registered Insured Contribed COD	Type of Service:	4 Article Number	5. 2. Restricted Delivery.	side. Fall the to do this with being times a covide you see name of the times of times of the times of the times of times of the times of the times of the times of times of the times of ti	es are designed, and complete items 3.an	man a management of the manage

Jaran 1/6/88	20m 3811, Feb. 1986	Daté of Delivery	Signature Agent	Signature - Addressee	Roswell, New Mexico 88201	100	0.	Article Addressed to:	pelivered to and the date of delivery. For additional fees the following services are available. Consult Show to whom delivered date and order and order.	Put your address in the "RETURN TO" space on the reverse side. Failure to do this will prevent this.	SENDER: Complete items 1 and 2 who	S Form 3811, Feb. 1986	/. Date of Delivery 2 − 1 7 − 9 − 7	× Contract - Open	X Inca Me Adur	1	s. Pasadena, CA 91030	₹	3. Article Addressed to:	. A Show to whom delivered, date, and addressee's address	Tut your address in the "RETURN TO" space on the reverse side. Failure to do this will prevent this card from being returned to you. The return receipt fee will provide you the name of the person selivered to and the date of delivery. For additional fees the following services are available. Consult continued for fees and check box(es) for additional service(s) requested.	SENDER: Complete items 1 and 2 when additional services are desired, and complete items 3 and 4.
DOMERTIC RETURN RECEIPT		:	8. Addressee's Address (ONLY if requested and fee paid)	Always obtain signature of addressee or agent and DATE DELIVERED.	Certified COD	Registered	7484052529	A Article Number	provide you the name of the person are following services are available. Consult (s) requested.	ices are desired, and complete items 3 and 4. e side. Failure to do this will provent this		DOMESTIC RETURN RECEIPT			requested and fee paid)	Always obtain signature of addressee or agent and DATE DELIVERED.	Registered Insured COD	Type of Service:	4. Article Number ARYOS 252	ess. 2. Restricted Delivery.	se side. Failure to do this will prevent this Il provide you the name of the person re following services are available. Consult e(s) requested.	vices are desired, and complete items 3 and 4.
PS Form 3811, Feb. 1986 Jalan 1/6/88	7. Date of Delivery	6. Signature — Agent X	5. Signature — Addrassee X		P. O. Box 978 Hobbs, New Mexico 88240	of the Poy G. Batton, Sr. and	, Addr	1. X Show to whom delivered, date, and addressee's address	card from being returned to you. The return receipt fee will pelivered to and the date of delivery. For additional fees the postmaster for fees and check box (es) for additional service(s)	SENDER: Complete items 1 and 2 when additional service Put your address in the "RETURN TO" space on the reverse	Juan 110/00	PS Form 3811, Feb. 1986	7. Date of Delivery	x Muth Education	1 1	1	106 W. 5th Stiert 76102 fort Worth, Texas 76102	Suite bus, Tancleit Blee.	Article Addressed to:	1. Show to whom delivered, date, and addressee's add	Put your address in the "RETURN TO" space on the reve card from being returned to you. The return receipt fee we delivered to and the date of delivery. For additional fees to posympaster for fees and check box(es) for additional service.	SENDER: Complete items 1 and 2 when additional ser

	7. Date of Delivery
	6. Signature — Agent
requested and fee paid)	X Sigliature — Addressed
agent and DATE DELIVERED.	D. A.L.
Always obtain signature of addressee or	Hobbs, New Mexico 60248
Certified COD	O. Box 978
Service:	on, Sr.
155 CSO 484 A	t) district de Artiston
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de. Failure to do this will prevent this yvide you the name of the person	Put your address in the "RETURN TO" space on the reverse side. Failure to do this will prevent this card from being returned to you. The return receipt fee will provide you the name of the person
And the second s	
DOMESTIC RETURN RECEIPT	PS Form 3811, Feb. 1986 Lan 1/6/88
	7. Date of Delivery
	6. Signature - Agent X / / / / Agent Agent
requested and fee paid)	5. Signature – Addressee
Always obtain signature of addressee or agent and DATE DELIVERED.	
Registered Insured COD Express Mail	186 W. 5th Stices 76182 fort Worth, Texas 76182
Service:	Sincl Sincl
4. Article Number P 484 052 53	
	1. A Show to whom delivered, date, and addressee's address.
following services are available. Consult s) requested.	delivered to and the date of delivery. For additional fees the following services are available. Consult postmaster for fees and check box(es) for additional service(s) requested.
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ces are desired, and complete items 3 and 4	SENDER: Complete items 1 and 2 when additional services are desired, and complete items 3 and

DOMESTIC RETURN RECEIPT

TWIN LAKES PROSPECT SW/4 Section 8, T16S, R37E, Lea Co., NM. (second well after Caudill #1-8)

Estate of William Gibbs McAdoo, Jr. c/o Marguerite de H. McAdoo 480 Park Ave., N.Y., N.Y. 10022	.00354
Roy G. Barton, Jr., Trustee of the Roy G. Barton, Sr. and Opal Barton Revocable Trust P.O. Box 978, Hobbs, N.M. 88240	.00177
Barton Bros. Land & Royalty Co. c/o Roy G. Barton P.O. Box 978, Hobbs, N.M. 88240	.00708
Roy G. Barton, Jr. P.O. Box 978, Hobbs, N.M. 88240	.00235
Doris Cross McAdoo 2048 Amherst Drive S. Pasadena, CA 91030	.00354
Lynn R. Brown 5702 Woodlawn Ave. N. Seattle, WA 98103	.000651
Estate of Eleanor Wilson McAdoo c/o Mary Faith McAdoo Thackwell Bush 13 Pulnes Ave., Goleta, CA 93117	.00354
Estate of Harriet McAdoo Platt c/o Cynthia McAdoo Wheatland III 33 Branch St., Boston, Mass. 02108	.00354
J.H. Van Zant II 1730 Commerce Bldg. 307 W. 7th Street Fort Worth, TX 76102-5173	.023438
Jeanne Van Zant Sanders Suite 508, Sinclair Bldg. 106 W. 5th Street Fort Worth, TX 76102	.023438
E.B. White, Jr. P.O. Box 2052, Midland, TX 79720	.003906
Harry A. Miller, Jr. Margaret Ann Miller Carrico Harry A. Miller, III Suite 600, 303 W. Wall St. Midland, TX 79701	.001953 .000977 .000977
Nitrom, Inc. 2504 Auburn Place Midland, TX 79705	.014063
Amerada Hess Corporation 1201 Louisiana St., Suite 700 Houston, TX 77002	.240735
Standard Oil Production Company 9401 Southwest Freeway Houston, TX 77074	.055208

Texaco, USA Midland Operations Division P.O. Box 3109 Midland, TX 79702	.000885
Mesa Limited Partnership One Meas Square P.O. Box 2009 Amarillo, TX 79189-1000	.002301
HEYCO Harvey E. Yates Company P.O. Box 1933 One Sunwest Center Roswell, N.M. 88201	.016276
Home-Stake Royalty Corporation 2800 First National Tower Tulsa, OK 74103	.078125

Examiner <u>Stoaner</u>

Case No. <u>9290</u>

EXHIBIT NO. 14 Foran

Foran Oil Company

Date: 1-29-88

Prospect Name:

Caudill #2

Project: Drill and equip a

County:

Lea

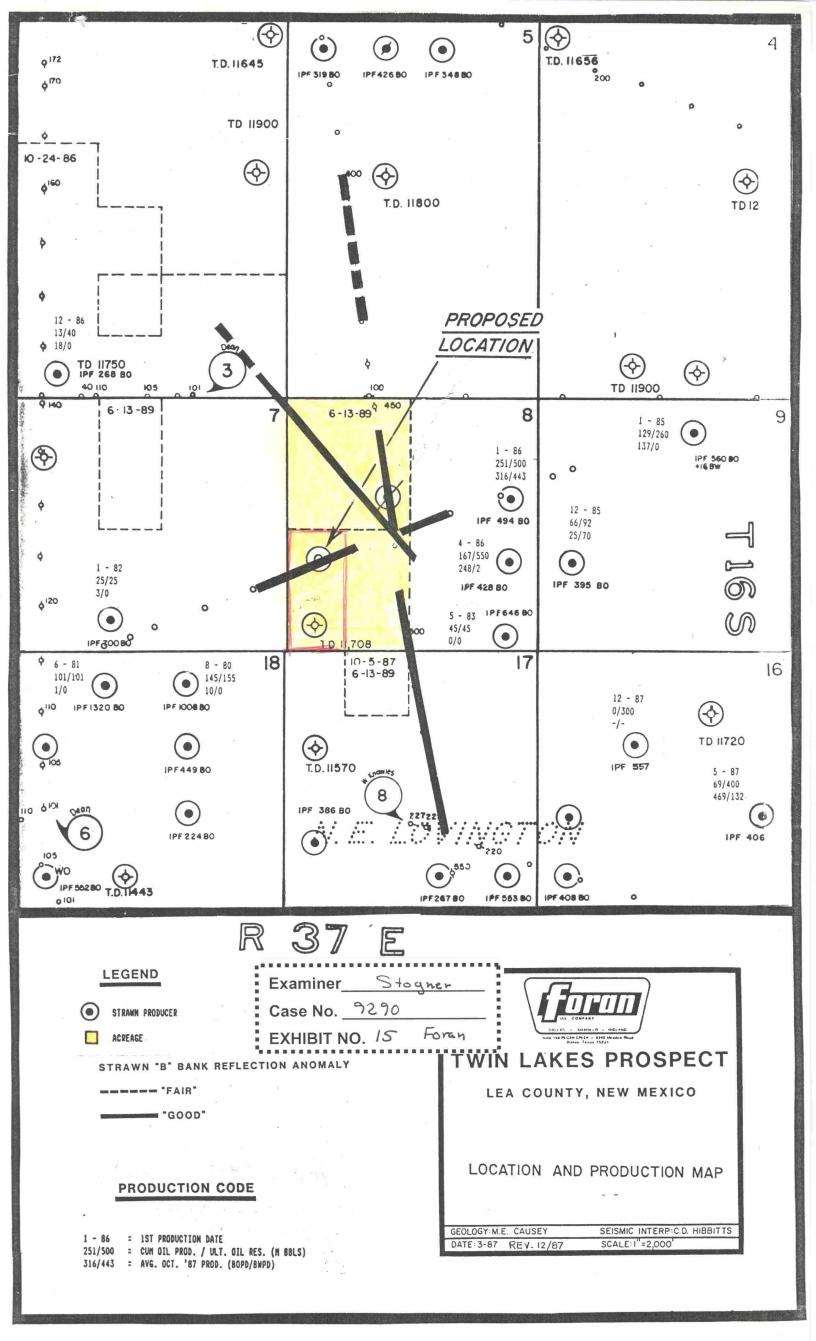
11800' Strawn test

State:

New Mexico

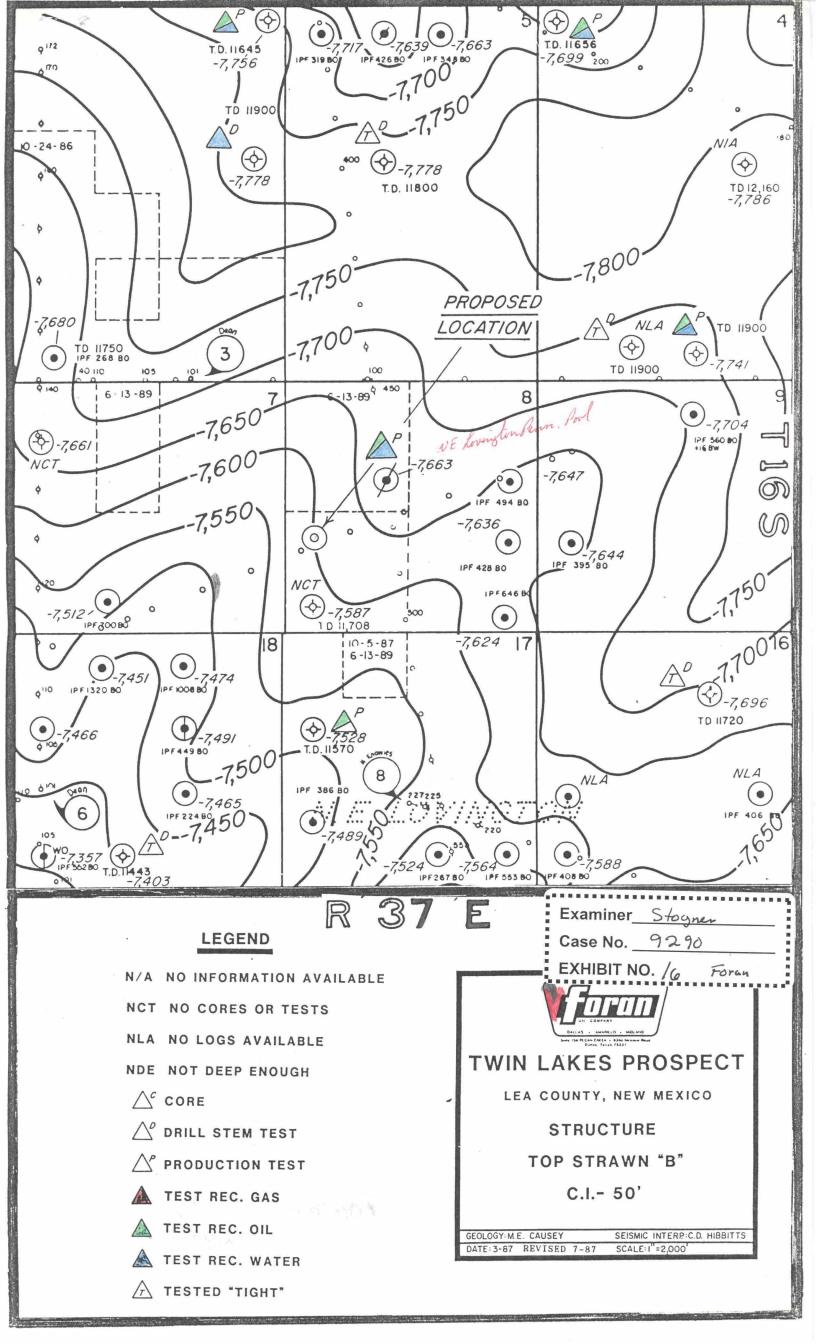
		Dryhole	Comp	Total
Location & Damages		23100	1400	24500
	11800'@\$12.70/ft	149860		149860
	\$4200/day	12600	4200	16800
Cementing & Services		14000	8000	22000
Drill Stem Test & Coring		5600		5600
Logging		24000		24000
Geological		7500		7500
Mud Materials		18400		18400
Trucking, Labor, Csg Crew		7500	2500	10000
Supervision		10500	4200	14700
Bits & Rentals		11000	2500	13500
Fuel/Water		2000	1000	3000
Combined Fixed Rate		6000	2000	8000
Plugging & Abandonment		0000	2.000	0
Well Surveys/Testing				£1 £1
			7500	7500
Completion Unit Centralizers & Float Equip			7 3 20 20	י טעוער 20
• •			7500	7500
Perforating/Logging Frac/Acid/Other			7300 5500	7500 5500
		<i>ാവവർവ</i>		
Contingency	, 	20000 	5000 	25000
Subtotal Intangibles		312060	51300	363360
Casing Conductor				Ø
Casing Surface 450' 13 3	8/8 @ \$24.50/ft	11025		11025
Casing Inter 4600' 8 5	5/8 @ \$14.6 0 /ft	67160		67160
Casing Liner				@
Casing Production 11800' 5	1/2 @ \$9.95/ft		117410	117410
	3/8 @ \$3.25/ft		38025	38025
Well Head		4000	3000	7000
Other Sub-Surface Equipment	;			Ø
Tanks	•		7500	7500
Separators & Heaters			14500	14500
Flow Lines			3000	3000
Rods/Downhole			3000	3000
Pump Unit & Engine				Ø
Installation Costs		2500	8000	10500
Non-Controllable Equipment			3000	3000
C.b. a. Transition		DACOE	107475	202124
Subtotal Tangibles		84685	197435	282120
Subtotal Intangibles		312060	51300	363360
			: = = = = = = :	

Prepaired By: John 7



BEFORE EXAMINER STOGNER FOR STATE DIVISION DIVISION

Case No. 9290



BEFORE ExampleR STOGNER

Oil Concervation Division

FORAN EDERANO. 16

Casa No. 9290