

# ENRON Oil & Gas Company

P. O. Box 2267 Midland, Texas 79702 (915) 686-3600

EXPRESS MAIL

May 19, 1989

Mr. Wayne C. Annala  
P. O. Box 325  
Hood River, Oregon 97031

REPORT ENGINEER STOGNER
Oil Conservation Division
ENRON Exhibit No. <u>7</u>
Case No. <u>9686</u>

RE: Willow Lake Prospect  
Estate of Jack R. Miller, deceased  
Lease Purchase Offer  
Covering W/2 SE/4 Section 15, T-24-S, R-28-E, NMPM  
Eddy County, New Mexico

Dear Mr. Annala:

Pursuant to our conversation on or about April 25, 1989, Enron Oil & Gas Company hereby offers to purchase an oil and gas lease covering the mineral interest of the Estate of Jack R. Miller, deceased, in the West-Half of the Southeast Quarter (W/2 SE/4) of Section 15, T-24-S, R-28-E, N.M.P.M., Lea County, New Mexico on the following terms:

1. \$275.00 per net acre bonus consideration.
2. 1/5th royalty.
3. Three (3) year primary term.
4. \$1.00 per net acre annual rental.

Please find enclosed an original Oil and Gas Lease covering the above land and prepared on the above terms, along with a draft in the amount of \$11,000.00 payable to Sheryl M. Owen, Personal Representative of the Estate of Jack R. Miller, deceased as payment in full for the bonus consideration for said lease. Should Enron's offer and the enclosed oil and gas lease meet with your approval, then please insert the name and address of the bank of Lessor's preference in paragraph 4 of the lease, have the lease fully executed and notarized, have the enclosed draft endorsed and deposit both the lease and the draft in the Lessor's bank for collection.

Enron has made numerous attempts to make the above offer. We have attempted to contact you by telephone on April 28th, May 1, May 17 and May 19, 1989, and left a message for you to return our call each time. Because Enron has received no response from you and in order to possibly expedite the acceptance of our offer and the execution of the oil and gas lease, I have mailed a letter to Sheryl M. Owen, Personal Representative of the Estate of Jack R. Miller, deceased, along with a duplicate original oil and gas lease and draft for her consideration. You will find, for your information, a copy of said letter enclosed herein.

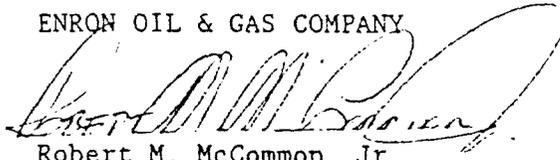
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Your prompt consideration of and response to our offer is requested. Should you have any questions concerning this matter, then please do not hesitate to contact me at telephone number (915) 686-3730 between 8:00 A.M. and 5:00 P.M. CST.

This offer is good and valid through June 2, 1989.

Yours very truly,

ENRON OIL & GAS COMPANY



Robert M. McCommon, Jr.  
Project Landman

RMM/cl  
enclosures

xc: Sheryl M. Owen