

**Kastman
Oil
Company**

OCT 14 1987

Marjorie Cone Kastman, President

October 9, 1987

Mr. Joe R. Lazenby
District Landman
Mitchell Energy Corporation
1000 Briercroft Savings Building
200 N. Loraine
Midland, Texas 79701

RE: Proposed Devonian Test
Erwin No. 1
East Morton Prospect
Lea County, New Mexico

Dear Mr. Lazenby:

This letter is to notify you that I have executed a lease with Fern Cone on the above referenced well. After we receive the executed copy, I will forward a copy on to you for your records.

I have reviewed your letter, AFE and Operating Agreement on this prospect which were provided by Mrs. Cone. With this large amount of money being spent for drilling, I would like for my engineer, Joel Castello, there in Midland to be able to review your geological information before making a decision on whether to lease or participate in this well. Would you please notify me at the below indicated number, as to when he may be able to do this.

Thank you for your cooperation in this matter.

Sincerely,

Marjorie Cone Kastman

Marjorie Cone Kastman

MCK/kop

Edw. J. Stogner
GENERAL INVESTIGATION DIVISION
SERIAL NO. 28
Case No. _____