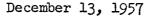
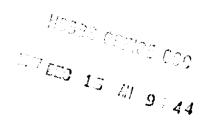
MIDSTATES OIL CORPORATION

SEVENTH FLOOR MIDSTATES BUILDING TULSA 3, OKLAHOMA





State of New Mexico Oil Conservation Commission P. O. Box 2045 Hobbs, New Mexico

Attention: Mr. R. F. Montgomery

Re: Lane Unit Well No. 1

Lane Field

Lea County, New Mexico

Gentlemen:

A new Communitization Agreement has been entered into and filed with the State Land Commission at Santa Fe covering the E/2 of the SW/4 of Section 1-TlOS-R33E, Lea County, New Mexico. We attach hereto, in triplicate, Amended Affidavit of Communitization Agreement, along with Amended Form C-128, in triplicate, now covering the E/2 of the SW/4 of Section 1-TlOS-R33E, Lea County, New Mexico.

These two instruments serve to change all previous forms which have been filed on the Lane Unit No. 1 and apply to acreage attributed to the well, and establish the new apportionment of acreage which will be assigned to this well.

Please mail one copy of these reports to the Santa Fe Office. Also please advise if there are any other forms which need to be corrected to cover this transaction.

Yours very truly,

MIDSTATES OIL CORPORATION

W. H. Barclay

WHB:ns