

Dynegy Midstream Services, Limited Partnership
6 Desta Drive, Suite 3300
Midland, Texas 79705
Phone 915.688.0555 • Fax 915.688.0552

*Need to terminate
Gas Contract*

[Handwritten initials]

October 29, 2002



Mrs. Dollene Thompson
Fasken Oil & Ranch, Ltd.
303 West Wall Ave., Suite 1900
Midland, TX 79702-3178

SUBJECT: Low Volume Meter(s)

Gentlemen:

Due to the rising cost of gas measurement, it has become uneconomical for Versado to continue gathering gas from leases producing 5 MCFD or less. Our records indicate the following lease(s) averaged less than 5 MCFD for the past eight months.

METER: 146-9541
LEASE NAME: Wingard #2, 5, 6, 10 & 13
MCFD: 1.11
CONTRACT NO: 003789

Please be advised that the above referenced meter(s) will be disconnected within 10 days. Should you rework this well at a later date or recomplete in another zone, please call us and we will at that time evaluate the volume to reconnect the well. We can usually get a meter back on location in a very short time.

We appreciate the dedication of this gas to Dynegy and if we can be of service in the future, please feel free to call.

Very truly yours,

Bernadette Dillard

Bernadette P. Dillard
Permian – Commercial/Supply
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*Hubbs
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