

(I) Production from the latest GOR test as follows:

<u>FORMATION</u>	<u>OIL (BPD)</u>	<u>GAS (MCFD)</u>	<u>WATER (BPD)</u>
Tubb	0	20	0
Drinkard	<u>3</u>	<u>50</u>	<u>0</u>
TOTAL	<u><u>3</u></u>	<u><u>70</u></u>	<u><u>0</u></u>

Predicted Production Is:

<u>FORMATION</u>	<u>OIL (BPD)</u>	<u>GAS (MCFD)</u>	<u>WATER (BPD)</u>
Tubb	1	60	1
Drinkard	<u>5</u>	<u>100</u>	<u>1</u>
TOTAL	<u><u>6</u></u>	<u><u>160</u></u>	<u><u>2</u></u>

Allocated Percentages should be:

<u>FORMATION</u>	<u>OIL (%)</u>	<u>GAS (%)</u>	<u>WATER (%)</u>
Tubb	16.7	28.6	50.0
Drinkard	<u>83.3</u>	<u>71.4</u>	<u>50.0</u>
TOTAL	<u><u>100.0</u></u>	<u><u>100.0</u></u>	<u><u>100</u></u>

- (J) Ownership of the two pools to be commingled are in common and correlative rights will not be violated.
- (K) By copy of this letter, we are notifying all offset operators of the proposed commingling.