



Wexpro Company

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March 15, 2006

David Evans

David Evans Consulting Company

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Dear David:


In accordance with the August, 2004 Wexpro Agreement Guideline Letter "regarding assignment of marginal intervals to Wexpro to facilitate Development Gas Drilling under terms of the Wexpro Agreement", Wexpro requests the Hydrocarbon Monitor approval of a proposed assignment of ExxonMobil's non-consent interest in the Baxter Formation recompletion in the Dry Piney Unit 5. Although this particular instance is not a marginal well as described in the August, 2004 Guideline Letter, its circumstance is covered in paragraph 6 of the August, 2004 Guideline Letter.

Wexpro has a 50% ownership in the Baxter Fm. in the Dry Piney 5 well. ExxonMobil and EOG each have 25%. EOG has elected to participate in the recompletion of the Baxter. ExxonMobil has elected to not participate. Furthermore, EOG has declined to pick up any of the ExxonMobil non-consent. Therefore, Wexpro is proposing to pick up the ExxonMobil 25% non-consent, bringing Wexpro's total participation to 75% before payout. There is a 150% penalty on non-consent partners. Total cost for this recompletion is estimated to be \$464,200 with Wexpro's share being \$348,150 including the ExxonMobil non-consent.

Wexpro is interested in seeing an evaluation of the Baxter because of significant future Baxter potential if successful. There is Baxter production to the north, south and east of Dry Piney Field, but no tests in Dry Piney Field. Dry Piney 5 is the only current opportunity to test the Baxter without drilling a new well at significant cost to test a zone that is as yet non-productive in Dry Piney Field. If the non-consent cannot be picked up by Wexpro, the well will be plugged and abandoned since there are no other productive zones in the well.

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I agree with the request of Wexpro to take assignment of the ExxonMobil non-consent interest in the Baxter Fm. in Dry Piney Unit 5 in accordance with the August, 2004 Guideline Letter and recommend approval of this request.



David E. Evans,
President Evans Consulting Co.

3-15-2006
Date