



Wexpro Company

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January 12, 2007

Mr. David Evans
Evans Consulting Company
2801 Stratford Dr.
Temple, Texas 76502

Re: *Assignment of Working Interest to Wexpro to Facilitate Development Gas Drilling*

In the August 9, 2004 Guideline Letter, Wexpro's acquisition of Questar Exploration and Production Company's (QEP) working interest in certain formations in exchange for a 7% override was approved. The Guideline Letter also established a standard for approval of third-party assignments as follows:

Likewise, when third parties relinquish their interests by electing not to participate in a drilling proposal, Wexpro shall have the right to acquire such non-consent interests for development gas drilling under the terms of the Wexpro Agreement, subject to the pre-approval of the Hydrocarbon Monitor. (August 9, 2004 Guideline Letter, paragraph 6)

In accordance with this guideline, Wexpro requests Hydrocarbon Monitor approval of a proposed assignment of interest in the Church Buttes 89 well. In this instance, Anadarko Production Company, the only other working interest owner besides Wexpro in Church Buttes 89, has elected to go non-consent on the drilling of this well. QEP is not involved in this well.

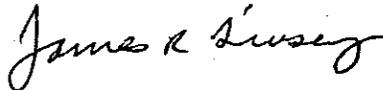
We currently anticipate that the well will be productive in the Frontier and Dakota Formations. Wexpro currently has an approximate 51.4577% working interest while Anadarko has the remaining 48.5423% working interest in this well. If allowed to acquire assignment of this Anadarko non-consent working interest, Wexpro will retain a 100% working interest in this well until 250% of the drilling and completion costs have been recovered through net revenues (i.e., exclusive of operating costs, royalties and taxes). Under the Amended Operating and Unit Agreements, once 250% recovery is attained, Anadarko will automatically re-acquire its original working interest. If this occurs, then the Wexpro working interest would revert back to its original 51.4577%.

The assignment of Anadarko's working interest to Wexpro coupled with the 250% penalty to Anadarko will enable Wexpro to capture approximately 78% more reserves from this well. Additionally, drilling the Church Buttes 89 will allow Wexpro to more fully

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develop leases in the Church Buttes Field and increase production of reserves in this Development Drilling Area. Approval of this Guideline Letter will also result in the entire 100% working interest to be eligible for Article III cost of service treatment under the Wexpro Agreement.

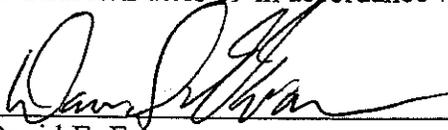
Respectfully submitted,



James R. Livsey
Vice President
Wexpro Company

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I approve the request of Wexpro to take assignment of the Anadarko non-consent interest in Church Buttes 89 in accordance with the August, 2004 Guideline Letter.



David E. Evans
President, Evans Consulting Co.

1-23-2007
Date

Verbally approved 1-10-2007