

MEWBOURNE OIL COMPANY

P. O. BOX 7698
TYLER, TEXAS 75711
(903) 561-2900
FAX (903) 561-1515

April 20, 2011

NORTH AMERICAN ENERGY STANDARDS BOARD

Attn: Jonathan Booe

801 Travis, Suite 1675

Houston, Texas 77002

Via email: naesb@naesb.org

Re: Revised Special Provision Matrix Survey Responses

Dear Mr. Booe:

Enclosed, please find Mewbourne Oil Company's responses to the Revised Special Provision Matrix Survey. We have responded to this Survey with the understanding that the proposed provisions essentially would alter the current Base Contract. However, at this time, we do not believe that the Contracts Subcommittee has been charged with amending the Base Contract.

Annual Plan Item 6 directs the Contracts Subcommittee to complete the following:

Review typical industry Special Provisions to the NAESB Base Contract for consideration to be integrated into the NAESB Base Contract. Review is to include corresponding updates to other related documents (e.g. Canadian Addendum, ISDA Amendment and Model Credit Support Addendum and Frequently Asked Questions).

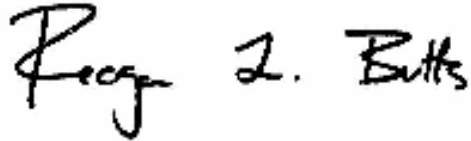
Pursuant to Annual Plan Item 6, it appears that the Contracts Subcommittee is to review commonly used industry Special Provisions to potentially be added as a Special Provision form that parties can choose to include with the Base Contract. For example, at least two of the proposed changes address how the parties will define "Present Value Discount Rate." (Encana proposed change at Matrix p. 2; LDES proposed change at Matrix p. 6.) Rather than altering the language of the Base Contract, it appears we are to confer whether a Special Provision can be made a form to be selected by the parties. Under the "Present Value Discount Rate" example, the language in the Base Contract would remain the same, but the parties would be free to accept a form Special Provision allowing the parties to agree to define "Present Value Discount Rate" as the published Daily Treasury Yield Curve Rate plus

100 basis points. The change would remain a Special Provision instead of altering the language of the 2006 Base Contract.

Regardless of how we choose to proceed, we are appreciative of the input of all Subcommittee members, and remain ready to work with the forms submitted by the Subcommittee. Please do not hesitate to contact me if there are any questions or concerns regarding our Survey responses or potential amendments to the Base Contract.

Very truly yours,

MEWBOURNE OIL COMPANY

A handwritten signature in black ink that reads "Reagan L. Butts". The signature is written in a cursive style with a large initial 'R'.

Reagan L. Butts