



November 8, 2007

Original via Mail  
Sent Via E-mail

United States Department of the Interior  
National Park Service  
Padre Island National Seashore  
P.O. Box 181300  
Corpus Christi, Texas 78480-1300  
Attn: Mr. Darrell Echols, Chief of Science and Resources Management

Re: Lemon and Lemon Seed Units Pooling Agreements

Dear Darrell:

Per your request attached are Term Pooling Agreements for the Lemon and Lemon Seed Units, along with correspondence from the GLO approving the Units. BNP is required to provide fully executed Term Pooling Agreements to the state no later than December 17, 2007. We anticipate having the documents executed by all Participants in advance of that date, and will provide to you upon completion.

Some of the leases relative to the Pooling Agreements are past their primary term. I have attached for your file the State of Texas, Extension of Oil and Gas Lease approved forms for these leases. These forms are the approvals for the extension payments due from October 5, 2007 through November 4, 2007. Payments for the next period, being November 5, through December 5, 2007 have been paid. We have received verbal confirmation of receipt of these payments by the GLO, and anticipate having the next set of approved extension forms in hand in the next few weeks. We will forward to you upon receipt.

Knox Westmoreland and Debra Holt are handling this with the state if there are any questions please contact Knox ext. 1204 or Debra ext. 1141.

Sincerely,

A handwritten signature in blue ink, appearing to read "Victor D. Lopez".

Victor D. Lopez  
Surface Operations Manager  
BNP Petroleum Corporation

Encl: GLO Pooling Agreements Approval Letter  
Lemon Unit Pooling Agreement  
Lemon Seed Unit Pooling Agreement  
GLO Extension of Oil & Gas Leases

CC: Joe Escoto, Superintendent  
R. Knox Westmoreland (BNP)  
Debra Holt (BNP)  
Paul Black (BNP)

BNP Corporation Williams Tower 2800 Post Oak Boulevard, Suite 5300 Houston, Texas 77056

Phone: 713.572.6400 Fax: 713.572.6401