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**PLEASE PRINT AND DISTRIBUTE THIS IMPORTANT INFORMATION TO YOUR NEIGHBORS WHO DO NOT HAVE EMAIL.**

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**The February 29, 2008 deadline has passed. If you want to participate in the deal we negotiated, you must print, fill out, and mail/fax a Memorandum of Intent to the Paloma Resources offices yourself. Contact information is on the bottom of the MOI form on the website.**

***Congratulations Neighbors!***

Our committee has researched, contacted and negotiated to bring to you the best possible lease agreement for your consideration. Please remember, we are homeowners just like you and we've had nominal, if any, mineral lease experience prior to January of this year. The knowledge we've gained over the past few months in no way makes us experts in the oil and gas business. We are merely homeowners that realize strength in unity has a value.

We have had this lease reviewed by oil/gas lawyers, and the lease has been deemed very home owner friendly and legally solid. It is everyone's individual responsibility to read oil and gas leases, become familiar with Arlington's City Ordinances, and then you can decide at that point which lease is the best one for your individual needs.

A formal **Letter of Intent** from GMB/Paloma Resources that outlines our agreed upon dollars per mineral acre, royalty payment percentage, and term of lease, is attached to this email and will be posted for your review at the group website at [www.AreaWatch.org](http://www.AreaWatch.org) .

The lease offered by GMB / Paloma is attached to this email and will be posted for your review at the group website at [www.AreaWatch.org](http://www.AreaWatch.org) . Should you have questions about the proposed lease, you may contact the representative working with our group at GMB / Paloma , **Leslie Gore**. You may contact Ms. Gore by email (preferred) at: [lgore@palomaresources.com](mailto:lgore@palomaresources.com) or by phone at: **817-332-4900**. Please do not contact the AreaWatch volunteers at this point with questions about the wording of the lease.

We are at this time having the Memoranda of Intent copied and delivered to the Paloma offices in Ft. Worth. The Paloma staff will then use the MOI's to run title searches in preparation for the formal individual lease and to figure your bonus money check. This process could take as long as 2 weeks from the time they actually receive the MOI's. Once that process is complete, we will be scheduling and announcing Signing Parties where we will meet to sign the final lease and receive the bonus money check.

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Your AreaWatch Negotiating Committee would like to thank you for your support throughout this process. I would like to recognize again our Committee members Susan Rohlfing and Joel Garza, who worked with me in these negotiations, Frank Keeney for the website design and maintenance, and Timothy Perkins for his liaison with one of the lawyers who reviewed the lease. I also want to thank the numerous street leaders who helped with information distribution- Thanks to you all! I also want to thank my wife and family for putting up with a virtually absent husband/dad while I worked on coordinating this project. We are excited about this outcome, as we have negotiated the highest bonus money rate in Arlington to this point! There will be others higher behind us, but we are happy with our results.

Thanks!

Doug Arnold

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Doug & Patsy Arnold  
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