

MINUTES OF A MEETING OF THE BOARD OF DIRECTORS OF  
TARRANT COUNTY WATER CONTROL AND IMPROVEMENT DISTRICT NUMBER ONE  
HELD IN THE DISTRICT OFFICE IN FORT WORTH, TEXAS,  
ON THE 17TH DAY OF OCTOBER, 1949, AT 9:00 A.M.

-----  
The call of the roll disclosed the presence or  
absence of Directors, as follows:

PRESENT

Joe B. Hogsett  
Houston Hill  
Dan H. Priest  
W. L. Pier

ABSENT

Gaylord J. Stone

Also present were Sidney L. Samuels and John M. Scott of the  
Legal Staff of the District.

Director Hogsett acted in his capacity as President,  
and Director Priest acted in his capacity as Secretary, whereupon  
proceedings were had and done as follows:

1.

There was presented to the Board a division order  
from Cities Service Oil Company (Bartlesville, Oklahoma) with  
respect to oil runs out of and from a tract of 196.84 acres out  
of the G. H. & H. R. R. Company Survey in Wise County, Texas,  
described in oil and gas lease dated October 12, 1948, from  
this District to Cities Service Oil Company recorded in Vol. 59,  
page 57, of the lease records of Wise County, Texas. That part  
of the production going to Tarrant County Water Control and  
Improvement District Number One was a 1/8 of a 1/8, thereby  
making a 1/64 royalty in and to the production. On motion of  
Director Pier, seconded by Director Hill, the President of the

District was authorized to execute the name of the District to such division order and that it was to be attested by Mr. Dan H. Priest, Secretary. Further, that the division order when executed, be transmitted to the Cities Service Oil Company, Danciger Building, Fort Worth, Texas. The motion was unanimously carried, all the Directors present voting "aye" thereon, and the division order was executed in conformity with the motion.

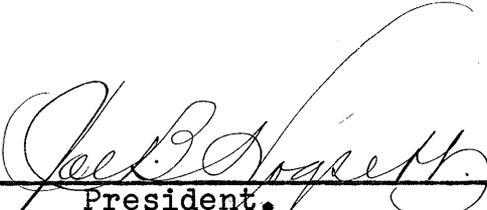
2.

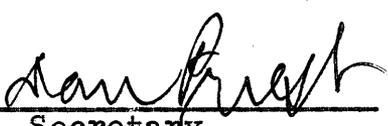
It was brought to the attention of the Board that the Jones-Simpson Drilling Company, Dallas, Texas, had remitted to the District through Mr. W. H. Hutcheson, Custodian of Bridgeport Lake, their check #6125, for \$100.00 in payment of water obtained from the District for Ravlin-Clifton No. 1 Well in Wise County, Texas.

It was ordered that the check be received and deposited to the "Maintenance Fund" account of this District.

3.

There being no further business before the Directors, the meeting thereupon adjourned.

  
\_\_\_\_\_  
President.

  
\_\_\_\_\_  
Secretary.

TO BE ATTACHED TO MINUTES  
OF OCTOBER 17, 1949 AT 9:00  
AM

October 18, 1949.

Cities Service Oil Company,  
207 Danciger Building,  
Fort Worth 2, Texas.

IN RE: Our LF3832, T-12691,  
Cora L. Davenport,  
Wise County, Texas.

Attention: Mr. Edward W. Smith,  
Land Department.

Gentlemen:

This acknowledges receipt of yours of the 13th  
inst., enclosing division order to be executed by this  
District.

We are pleased to hand you herewith the division  
order which has been properly executed by Joe B. Hogsett,  
President; attested by Dan H. Priest, Secretary.

Will you please be kind enough to furnish us  
with three (3) photostats of this executed division order,  
and oblige?

Yours very truly,

TARRANT COUNTY WATER CONTROL AND  
IMPROVEMENT DISTRICT NUMBER ONE.

By 

Encl.  
Division Order.

EBC:mh

Note: Original of this letter delivered to Mr. Wiley Hill  
at 1:10 P.M. October 18, 1949.

October 20, 1949.

Cities Service Oil Company,  
207 Danciger Building,  
Fort Worth 2, Texas.

IN RE: Our LF3832, T-12691,  
Cora L. Davenport,  
Wise County, Texas.

Attention: Mr. Edward W. Smith,  
Land Department.

Gentlemen:

This is to acknowledge receipt of yours  
of the 19th, in which you enclosed three photo-  
static copies of division order executed by this  
District covering 1/8th of 1/8th royalty in  
196.84 acres out of the G.H. & H. R. R. Company  
Survey, Wise County, Texas, for which please  
accept our thanks.

Yours very truly,

TARRANT COUNTY WATER CONTROL AND  
IMPROVEMENT DISTRICT NUMBER ONE.

By 

EBC:mh

# DIVISION ORDER

CITIES SERVICE OIL COMPANY,  
Bartlesville, Oklahoma.

First Oil Run \_\_\_\_\_, 19\_\_\_\_

The undersigned certify and warrant that they are the owners of all oil rights in, and the right to receive the oil and the proceeds thereof, produced from the following real estate in \_\_\_\_\_ Wise \_\_\_\_\_ County, State of \_\_\_\_\_ Texas \_\_\_\_\_, to-wit: 196.34 acres out of CH & H RR Company

Survey, more particularly described in oil and gas lease dated October 12, 1948 from Tarrant County Water Control and Improvement District No. 1 to Cities Service Oil Company, recorded Volume 59, Page 57 of the lease records of Wise County, Texas,  
known as the \_\_\_\_\_ DIVISION ORDER \_\_\_\_\_ farm, in the following proportions:

CREDIT TO	Division of Interest	P. O. ADDRESS
<u>Cities Production Corporation</u>	<u>7/8 W. I.</u>	<u>Bartlesville, Oklahoma</u>
<u>Tarrant County Water Control and Improvement District No. 1</u>	<u>1/8 of 1/8 R. I.</u>	<u>Fort Worth, Texas</u>

Effective as of the date hereof, you are hereby authorized, until further notice, to purchase and receive the oil produced from the real estate above described, subject to the conditions hereof, to-wit:

Title to the oil shall pass with delivery into the pipe lines to which you may cause tanks on said property to be connected. Oil shall be paid for at the price per barrel (42 gallons) posted by you for crude petroleum of the same kind and quality produced in the field in which said land is situated on the date of each delivery. Quantities shall be computed from tank tables on the basis of one hundred percent (100%) of tank capacity. Volume run shall be corrected for temperature to sixty degrees Fahrenheit (60° F.). Deductions shall be made for all B.S., water, sediment, and/or gas content, and subject to the other provisions hereof. Oil shall be delivered, measured, graded, deductions and adjustments made, and all transactions hereunder shall be subject to all statutes now or hereafter in force and to the rules now or hereafter in force promulgated by any constituted authority, valid or accepted by you as valid now or hereafter applicable, and also subject to your rules, regulations and practices currently applicable. Oil shall be treated by us before delivery when necessary to render it merchantable.

Payments shall be made by check to the persons or their assignees named above and severally in the proportions indicated, each month in respect to deliveries during the preceding month; provided each several payment may be withheld as long as less than \$2.50 is due. You may deduct any taxes (ad valorem or excise) now or hereafter imposed in respect to said oil or its production or on the lease from which it is produced and required to be collected by you or which may be a lien on said oil, according to all applicable laws, valid or asserted as such, and the regulations, valid or asserted as such, of officials charged with their enforcement.

We represent and warrant to you and to the carrier who may receive such oil, that all oil tendered hereunder is and shall be produced and marketed in accordance with all laws and all rules of constituted authorities now or hereafter applicable, valid or asserted as such. We, each as to his several interest, warrant our title to the oil to be delivered hereunder, and agree as often as requested to submit to you an abstract of title certified to date showing our title to the mineral rights and the oil delivered hereunder; and we agree that you may withhold payment without interest during any time during which your attorney may not approve such title, unless we furnish indemnity satisfactory to you. We agree to indemnify you and the carrier who may receive such oil fully for all loss, cost and expense, including attorney's fees, incurred by you because of any breach of the matters warranted hereunder, or in defense of any action arising thereunder. We further agree to pay a reasonable attorney's fee in the event of any recovery by you against us because of the breach of any agreement herein contained.

WITNESSES:  
ATTEST:

*Handwritten signature: Dan Priest*

Tarrant County Water Control and Improvement District No. 1  
*By Joe B. Nogett, Sec.*

Fort Worth, Texas.  
October 10, 1949.

Vendors