MiMEGAdiamond

1984

HALL FAMILY STOCK OWNERSHIP: MAY 1984 6 CIFT TO H. TRACY HALL JR. MAY 1984	/ 53000000000000000000000000000000000000	GIFT TO TRACY JR.		OF	\$ 2	\$ a 10,000,000
-May 12, 1984		MAY 1984	GIFT	HEGA	And the second second second second	
H. TRACY HALL SR.	8,600		8,600	2.7	214,571	268,214
TDA ROSE HALL	8,500		8,500	2.7	212,076	265,095
TOTAL:	17,100	0	17,100	5.3	426,647	533,308
SHERLENE HALL BARTHOLONEW	4,160	416	3,744	1.2	93,413	116,766
DANIEL RAY BARTHOLONEN	2,000	200	1,800	0.6	44,910	56,138
SHERLENE HALL BARTHOLONEW AS CUSTODIAN FOR DANIEL HALL BARTHOLONEW	600	60	540	0.2	13,473	16,841
SHERLENE HALL BARTHOLONEW AS CUSTODIAN FOR LAURA BARTHOLONEW	600	60	540	0.2	13,473	16,841
TOTAL:	7,360	736	6.624	2.1	165,269	206.587
TRACY HALL JR.	3,650	(5,741)	9,391	2.9	234,306	292,883
ELIZABETH HUNTINGTON HALL	2,000	200	1,800	0.6	44,910	56,138
H. TRACY HALL JR. AS CUSTODIAN FOR HUNTINGTON TRACY HALL	600	60	540	0.2	13,473	16,841
H. TRACY HALL JR. AS CUSTODIAN FOR ZINA HALL	600	60	540	0.2	Control of the Contro	16,841
H. TRACY HALL JR. AS CUSTODIAN FOR MARY HALL	600	60	540	0.2	13,473	16,841
H. TRACY HALL JR. AS CUSTODIAN FOR ROBERT LANGFORD HALL	600	60	540	0.2	13,473	16,841
H. TRACY HALL JR. AS CUSTODIAN FOR SUSANNA HALL	600	60	540	0.2	13,473	16,841
H. TRACY HALL JR. AS CUSTODIAN FOR RICHARD ALEXANDER HALL	600	60	540	0.2	13,473	16,841
H. TRACY HALL JR. AS CUSTODIAN FOR ELIZABETH HALL	600	60	540	0.2	13,473	16,841
H. TRACY HALL JR. AS CUSTODIAN FOR ANTHONY RONDOT HALL	600	60	540	0.2	13,473	16,841
H. TRACY HALL JR. AS CUSTODIAN FOR SPENCER WILLIAM ROY HALL	600	60	540	0.2	13,473	16,841
TOTAL: DAVID R. HALL (600 NANCY, 350 TRACY)	11,050 5,350	740 535	16,051 4,815	5.0	400,474 120,135	500,593 150,168
DAVID R. HALL (600 NANCY, 350 TRACY) KAREN VANDYKE HALL	2,000	200	1,800	0.6	44,910	56,138
DAVID RICHARD HALL AS CUSTODIAN FOR MARK DAVID HALL	600	60	540	0.0	13,473	16,841
DAVID RICHARD HALL AS CUSTODIAN FOR STEPHEN RANDALL HALL	600	60	540	0.2	13,473	16,841
DAVID RICHARD HALL AS CUSTODIAN FOR MICHAEL ALLEN HALL	600	60	540	0.2	13,473	16,841
DAVID RICHARD HALL AS CUSTODIAN FOR EMILY HALL	600	60	540	0.2	13,473	16,841
DAVID RICHARD HALL AS CUSTODIAN FOR BARBARA HALL	600	60	540	0.2	13,473	16,841
TOTAL: walle be thrules these options is Int	10,350	1,035	9,315	2.9	232,410	290,513
ELIZABETH HALL NEIL	4,400	440	3,960	1.2	98,802	123,503
JOHN HARTIN NEIL	2,000	200	1,800	0.6	44,910	56,138
ELIZABETH HALL NEIL AS CUSTODIAN FOR CRECORY SCOTT NEIL	600	60	540	0.2	13,473	16,841
ELIZABETH HALL MEIL AS CUSTODIAN FOR ENILY MEIL	600	60	540	0.2	13,473	16,841
ELIZABETH HALL NEIL AS CUSTODIAN FOR ERIN TRACIE NEIL	600	60	540	0.2	13,473	16,841
ELIZABETH HALL NEIL AS CUSTODIAN FOR JOHN PATRICK NEIL	600	60	540	0.2	13,473	16,841
TOTAL:	8,800	880	7,920	2.5	197,605	247,006
VIRGINIA HALL WOOD	4,400	440	3,960	1.2	98,802	123,503
BARRY DEVAYNE WOOD	2,000	200	1,800	0.6	44,910	56,138
VIRCINIA HALL WOOD AS CUSTODIAN FOR NATHAN SPENCER WOOD	600	60	540	0.2	13,473	16,841
VIRGINIA HALL WOOD AS CUSTODIAN FOR WARREN TRACY WOOD	600	60	540	0.2	13,473	16,841
VIRGINIA HALL WOOD AS CUSTODIAN FOR JONATHAN WESLEY WOOD	600	60	540	0.2	13,473	16,841
VIRGINIA HALL WOOD AS CUSTODIAN FOR SARAH ELIZABETH WOOD	600	60	540	0.2	13,473	16,841
TOTAL:	8,800	880	7,920	2.5	197,605	247,006
CHARLOTTE HALL WEIGHT	4,400	440	3,960	1.2	98,802	123,503
BRYAN YOUNG WEIGHT	2,000	200	1,800	0.6	44,910	56,138
CHARLOTTE HALL AS CUSTODIAN FOR SARAH WEIGHT CHARLOTTE HALL AS CUSTODIAN FOR HANNAH WEIGHT	600	60	540	0.2	13,473	16,841
CHARLOTTE HALL AS CUSTODIAN FOR HYRUN ROBERT WEIGHT	600	60	540 540	0.2		16,841
TOTAL:	8,200	820	7,380	2.3	13,473 184,132	16,841 230,165
NANCY HALL MECHAN	3,300	330	2,970	0.9	74,102	92,627
DOUGLAS ALLEN MECHAN	2,000	200	1,800	0.6	44,910	56,138
NANCY HALL HECHAM AS CUSTODIAN FOR CARLI ANNE MECHAM	600	60	540	0.2	13,473	16,841
NANCY HALL NECHAN AS CUSTODIAN FOR CHELSEY KAE NECHAN	600	60	540	0.2	13,473	16,841
TOTAL:	6,500	650	5,850	1.8	145,958	182,448
DAVID R. HALL STOCK FROM MEGA BONUSES (1000 +3000)	4,000	0,0	4,000	1.2	99,800	124,750
DAVID R. HALL STOCK (DHD SOLD TO NEW OWNER FOR 5% OF MEGA(320640))	16,032		16,032		400,000	500,000
TOTAL FAMILY STOCK:	98,192	(5,741)	98,192	30.6	2,449,900	3,062,375
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Dear Family,

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Negotiations with Smith International are going well. We epect to reach an agreement within the next 6 weeks and to complete the deal within 4 months.

Other companies are still interested and we continue to work with them. Smith is the best possiblity so far.

They will keep Megadiamond independant but have a division that concentrates on Smith products which I will head and another which will concentrate on outside markets which Duane will head. Tracy and Dad will work in my division.

I have enclosed a schedule showing each of you how much stock you have, what we will be gifting to Tracy Jr., and how much we will each have if the company sells for \$8 million or \$10 Million.

Smith will be purchasing my drilling application company which I started when I moved to Provo in 1976 and which I have continued to work with until now. Purchase price for DHD will be 5% of the total deal with Megadiamond. I have also recieved stock option instead of cash bonuses over the years and I will be turning these options in at the time of the sale.

I have not yet figured out if it is best to make the gift to Tracy prior to the merger or after or exactly the best way to do it. At any rate, we all agree with the idea. I'll let you know more details later.

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Love, David

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SO PROJECT MICH. SOFT WINDS PRICE IN JAN 19 TO DATE

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6 GIFT TO H. TRACY HALL JR. MAY 1984	APR 84	TRACY JR.	AFTER	OF		10,000,000	
		MAY 1984	GIFT	MEGA	and the same of		
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TOTAL:	17,100	0	17,100	5.3	426,647	533,308	
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TOTAL:	7.360	736	6,624	2.1	165,269	206.587	21
TRACY HALL JR.	3,650	(5,741)	9,391	2.9	234,306	292,883	
ELIZABETH HUNTINGTON HALL	2,000	200	1,800	0.6	44,910	56,138	
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ELIZABETH HALL NEIL AS CUSTODIAN FOR GREGORY SCOTT NEIL	600	60	540	0.2	13,473	16,841	
ELIZABETH HALL NEIL AS CUSTODIAN FOR ENLLY NEIL	600	60	540	0.2	13,473	16,841	
ELIZABETH HALL NEIL AS CUSTODIAN FOR ERIN TRACIE NEIL	600	60	540	0.2	13,473	16,841	
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TOTAL: VIRGINIA HALL WOOD	8,800	880 440	7,920	1.2	197,605	247,006 123,503	
	4,400	200		0.6	A CONTRACTOR OF THE PARTY OF TH	56,138	
BARRY DEWAYNE WOOD	2,000	A BOOK OF SHEET	1,800		44,910		
VIRGINIA HALL WOOD AS CUSTODIAN FOR NATHAN SPENCER WOOD	600	60	540	0.2	13,473	16,841	
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STITES AT THE STOOK TO HE SOUD TO HER DWINCK FOR 28 OF HEUN(220040/)	10,072		10,072	7.0	400,000	200,000	
TOTAL FAMILY STOCK:	98,192	5,741	98 192	30.6	2,449,900	3 062 375	
THE PROPERTY OF THE PROPERTY O	70,172	7,741	30,172	20.0	2,449,900	7,002,373	