## EXHIBIT 35

;843 720 4392 # 2/ 16

## AFFIDAVIT WITH RESPECT TO THE ORGANIZATIONAL HISTORY OF DIAMOND SHAMROCK, INC.

STATE OF TEXAS
COUNTY OF BEXAR

Before me, the undersigned Notary Public, on this day personally appeared E. Wayne Campbell, Assistant Secretary of Diamond Shamrock, Inc., being of lawful age, who being duly sworn by me, deposed and stated that:

Diamond Shamrock, Inc. is a Delaware corporation and its shares are listed and traded on the New York Stock Exchange. Diamond Shamrock, Inc. is essentially a holding company, and virtually all of the assets and business are conducted by Diamond Shamrock Refining and Marketing Company (sometimes referred to herein as "DSRMC"), a wholly-owned subsidiary, and the wholly-owned subsidiaries of DSRMC. DSRMC owns crude oil refineries located at McKee, Texas (near Amarillo) and in Three Rivers, Texas (south of San Antonio), operates about 750 retail gasoline/convenience merchandise outlets, and has licensed jobbers who operate more than 1,200 additional service stations under the "Diamond Shamrock" brand. These businesses are concentrated in Texas, Louisiana and Colorado, and include locations in New Mexico, Oklahoma, Kansas,

From 1968 through the mid 1980s the business name "Diamond Shamrock" was associated with the oil and gas and chemical businesses. This originates from the merger in 1967 of Diamond Alkali Company, a chemical business headquartered in Cleveland, Ohio, with The Shamrock Oil & Gas Corporation, headquartered in Amarillo, Texas. The surviving corporation was named Diamond Shamrock Corporation, and continued to operate these two core businesses, chemicals and oil and gas, as business units or divisions. Diamond Shamrock Corporation operated various types of chemical plants in various locations across the United States.

Until 1983, the businesses continued to be conducted under the corporate name, Diamond Shamrock Corporation, and primarily operated as divisions. In 1983 the businesses were reorganized to create separate corporations to own and hold the different core businesses, chemicals and oil and gas, as well as others. This reorganization occurred as follows:

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- 1. On July 19, 1983, a new corporation was formed to become the ultimate parent holding company. As soon as the reorganization was completed, this new corporation was renamed Diamond Shamrock Corporation (and will be referred to as the new Diamond Shamrock Corporation). The new Diamond Shamrock Corporation became the ultimate parent of all the Diamond Shamrock subsidiaries, and it also became the publicly traded entity.
- 2. What had been Diamond Shamrock Corporation (the surviving company of the 1967 merger), changed its name to Diamond Chemicals Company. Diamond Chemicals Company became a wholly-owned subsidiary of the new Diamond Shamrock Corporation (new holding company).
- 3. On August 30, 1983, Diamond Shamrock Refining and Marketing Company was incorporated as a Delaware corporation, and it was organized and commenced doing business on August 31, 1983. At that time, DSRMC became the owner of substantially the same assets it holds today, and was made a wholly-owned subsidiary of Diamond Chemicals Company.
- 4. Soon thereafter, Diamond Chemicals Company (old Diamond Shamrock Corporation) changed its name to Diamond Shamrock Chemicals Company.

Thus, after this first reorganization in 1983, the structure was essentially as follows:

Diamond Shamrock Corporation (new holding company organized in 1983)

-- parent of --

Diamond Shamrock Chemicals Company (old Diamond Shamrock Corporation)

-- parent of --

Diamond Shamrock Refining and Marketing Company

In early 1984, there was some additional reorganization. First, on January 26, 1984, Diamond Shamrock Chemicals Company assigned all of the stock of DSRMC to the new Diamond Shamrock Corporation (the new holding company). Shortly thereafter, on February 1, 1984, Diamond Shamrock Corporation assigned all the shares of DSRMC to Diamond Shamrock International Energy Company. Diamond Shamrock International Energy Company had been formed as a wholly-owned subsidiary of the new Diamond Shamrock Corporation. Thus, the new Diamond Shamrock Corporation was the main holding company having the two following direct subsidiaries: Diamond Shamrock International

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Energy Company which owned and conducted the energy businesses; and Diamond Shamrock Chemicals Company which owned and conducted various chemicals businesses. DSRMC was a wholly-owned subsidiary of Diamond Shamrock International Energy Company.

On September 4, 1986, Diamond Shamrock Chemicals Company sold its chemical businesses to Occidental Petroleum Corporation (and certain of its subsidiaries).

In early 1987, the reorganization establishing Diamond Shamrock, Inc. as a separate company was concluded. February 1987, Diamond Shamrock, Inc. was formed as a subsidiary of the new Diamond Shamrock Corporation. February 1987 until February 1, 1990, Diamond Shamrock, Inc. was known as Diamond Shamrock R & M, Inc.) On April 30, 1987, the new Diamond Shamrock Corporation effected a spin-off (the "Spin-off") of Diamond Shamrock, Inc. to the shareholders of Diamond Shamrock Corporation. That is, the shares of Diamond Shamrock, Inc. had been registered and listed on the New York Stock Exchange, and on April 30, 1987 the shares of Diamond Shamrock, Inc. were distributed as a dividend to the shareholders of the new Diamond Shamrock Corporation. result, Diamond Shamrock, Inc. became an entirely separate, publicly traded company with its own officers and board of directors, not affiliated in any way with the new Diamond Shamrock Corporation.

Just prior to the Spin-off on April 30, 1987, DSRMC and all the subsidiary companies operated by DSRMC had been conveyed to Diamond Shamrock, Inc. Thus, as a result of the Spin-off, Diamond Shamrock, Inc., an entirely independent separate company, was engaged principally in refining crude oil, processing natural gas owned and/or controlled by others and distributing and marketing refined petroleum products.

What had been the publicly traded new Diamond Shamrock Corporation prior to April 30, 1987, changed its name to Maxus Energy Corporation ("Maxus"). Maxus is still headquartered in Dallas, Texas and is engaged principally in exploration and production of oil and gas. As between Diamond Shamrock, Inc. and Maxus, Maxus is the entity that formerly owned Diamond Shamrock Chemicals Company, or prior to 1983, owned assets and engaged in the chemicals business. As corporate entities, neither Diamond Shamrock, Inc. (formed in February 1987) nor its wholly-owned subsidiary, DSRMC (formed in August 1983), has ever engaged in the chemicals business or been the owner of any assets or business entity engaged in the chemicals business. As between Diamond Shamrock, Inc. and Maxus, Maxus is the entity that sold Diamond Shamrock Chemicals Company to Occidental Petroleum Corporation in 1986.

A distinction must also be made between Diamond Shamrock, Inc. and Maxus with respect to the association of the name "Diamond Shamrock" in the oil and gas business. As noted above, DSRMC was formed in 1983. Promptly thereafter the following

principal assets and related businesses of the new Diamond Shamrock Corporation were placed in DSRMC: the McKee crude oil refinery and gas processing plant near Dumas, Texas (north of Amarillo); the Three Rivers crude oil refinery in Three Rivers, Texas (south of San Antonio); the crude oil and natural gas gathering pipelines of the company; the refined petroleum products distribution pipelines and terminals of the company; all gasoline/convenience merchandise retail outlets of the company; and all "franchise" or jobber operations of "Diamond Shamrock" retail gasoline outlets. These assets are system and related contracts), and thus indirectly by its parent entity, Diamond Shamrock, Inc.

The other oil and gas related assets of the new Diamond Shamrock Corporation remained and succeeded to Maxus. Thus, Maxus owns all of the following assets which prior to April 30, 1987 were associated with the name "Diamond Shamrock:" all oil and gas leases, producing wells and production facilities, both domestic and international, and all assets and natural gas purchase contracts associated with the natural gas gathering system in the Texas Panhandle area.

In reviewing documents and public filings related to the 1987 Spin-off and the subsequent conduct of business by Diamond Shamrock, Inc., one will note the entity name Diamond Shamrock R & M, Inc. As noted above, Diamond Shamrock, Inc. was originally formed in February 1987 as Diamond Shamrock R & M, Inc. On February 1, 1990, Diamond Shamrock R & M, Inc. changed its name to Diamond Shamrock, Inc.

Finally, publicly filed documents will evidence that on December 31, 1991, DSRMC was merged into one of its wholly-owned subsidiaries, Diamond Shamrock Natural Gas Marketing Company. The name of the surviving corporation was Diamond Shamrock Refining and Marketing Company. This change was made only for purposes of simplifying the corporate structure, and had no effect on the assets or business operations of DSRMC or Diamond Shamrock, Inc.

Though these changes have evolved in the relationships between the various companies at one time or another associated with the "Diamond Shamrock" name, neither Diamond Shamrock, Inc., nor its wholly-owned subsidiary Diamond Shamrock Refining and Marketing Company, nor any of the subsidiaries of DSRMC have ever owned any assets related to the manufacture of chemicals, nor has it ever engaged in any aspect of the chemicals business.

E Wayne Campbell, Assistant Secretary

Diamond Shamrock Refining and Marketing Company

SUBSCRIBED AND SWORN to before me on the 15d day of official seal.

NANCY L. PEGLER
Hotery Public State of Texas
My Commission Empires 06-12-95

Notary Public, in and for the State of Texas

W3701a.WC

CAUSE NO.: A-157,259

MICHELLE BROYLES, INDIVIDUALLY AND AS NEXT FRIEND TO HAYLEE BROYLES & TYLER BROYLES AND SPOUSE, DAVID BROYLES

. PLAINTIFFS

**VS.** 

ACARDS, INC., AETNA CASUALTY & SURETY CO. (THE) AETNA LIFE & Casualty Company, ALLIEDSIGNAL, INC. ALLIEDSIGNAL TRANSPORTATION INC. AMF. INC. (Successor-in-Interest to B&B Insulators and B& B Engineering & Supply Co., Inc.) ANCHOR PACKING COMPANY (THE) ARMSTRONG WORLD INDUSTRIES INC., ASBESTOS CLAIMS MANAGEMENT CORPORATION (c/o New National Gypsum III/a National Gypsum Company), ATLANTIC RICHFIELD COMPANY, AZROCK INDUSTRIES, INC. (Successor-in-Interest to AZROCK TILB), B.F. GOODRICH, INC., BABCOCK & WILCOX COMPANY, B&B ENGINEERING & SUPPLY CO., INC., BECHTEL CORPORATION, BP EXPLORATION AND OIL, INC., BOISE-CASCADE CORP. BRIDGESTONE/FIRESTONE, INC. BROWN & ROOT, INC. CANADIANOXY OFFSHORE PRODUCTION COMPANY, CHAMPION INTERNATIONAL CORPORATION, CITIES SERVICE OIL AND GAS CORP. (A/K/A Oxy USA Inc.), COMBUSTION ENGINEERING, INC., CONOCO, INC. CROWN CORK AND SEAL COMPANY INC., DIAMOND SHAMROCK, INC. DOW CHEMICAL CO., DOW, INC. EL DUPONT DE NEMOURS & COMPANY, ENTERGY CORPORATION (Successor-in-Interest to Gulf States Utilities Company), EFEC OIL COMPANY (f/k/a Tenneco Oil Co.), FINA OIL & CHEMICAL COMPANY, FISH & PORTER COMPANY

IN THE DISTRICT COURT OF

JEFFERSON COUNTY, TEXAS

SETH JUDICIAL DISTRICT

FLEXITALLIC, INC., FLINTKOTE COMPANY (THE) FOSTER WHEELER ENERGY CORPORATION FULLER-AUSTIN INSULATION COMPANY, GAF CORPORATION (Successor-in-Interest to Ruberoid Corporation) GARLOCK INC. GENERAL REFRACTORIES COMPANY GOODYEAR TIRE AND RUBBER COMPANY, GULF OIL CORPORATION HERCULES INCORPORATED, HOLMAN BOILER WORKERS, INC. HOUSTON LIGHTING & POWER COMPANY, HUNTSMAN CHEMICAL CORPORATION, HUXLEY BARTER CO., fik/a Huxley Development Co., f/k/a Huxley-Westfield Corp. J.T. THORPE COMPANY, JOHN CRANE INC., (As Soccessor-in-Interest to John Crane Co. a/k/a John Crane Houdaille, Inc.) KAISER ALUMINUM & CHEMICAL CORPORATION LEEDS & NORTHRUP, LIBERTY MUTUAL INSURANCE COMPANY MACMILAN BLOEDEL OF AMERICA, INC., MARATHON OIL COMPANY, MERICHEM COMPANY METROPOLITANLIFE INSURANCE COMPANY, M.H. DETRICK COMPANY, MINSTAR INC. (Successor-in-Interest to AMF Inc. and B&B Insulators & B&B Engineering & Supply Co., Inc.)
MORIL BUSINESS RESOURCES CORPORATION, MOBIL CHEMICAL COMPANY, INC., MOBIL CORPORATION, MOBIL OIL CORPORATION, OLIN CORPORATION (Successor-in-Interest to Matheison Chemical Engoration) OWENS-ILLINOIS INC., OXY U.S.A. INC. (Successor-in Interest to Cities Service Refining Corporation, Cities Service Oil Company, Citgo Petroleum Corporation Colombia Carbon Company, Petroleum Chemicals, Inc., OXY Oil and Gas, and Canadianoxy Offshore Production Company) OXY CHEMICAL CORPORATION, PACIFIC LIGHT & POWER COMPANY, FETRO-TEX CHEMICAL CORPORATION, (Successor-in-Interest to Sinclair Rubber Inc.). PHILLIPS, INC. PHILLIPS PETROLEUM COMPANY

PITTSBURGH CORNING CORPORATION, PPG INDUSTRIES INC. a/k/a Pittsburgh Plate Glass Corporation, RAPID-AMERICAN CORPORATION (f/k/a Gien Alden Corporation) RAYMARK INDUSTRIES RAYMARK CORPORATION, RILEY STOKER CORPORATION, ROHM & Haas Company, Rohm & Haas Texas incorporated, Shell CHEMICAL CO., SHELL OIL COMPANY, STAR ENTERPRISE STONE & WEBSTER CONSTRUCTION INC., STONE & WEBSTER
DEVELOPMENT CORPORATION
SUPERIOR BOILERS & HEATING TENNECO CORPORATION, TEXACO, INC., TEXAS CITY REFINING INC., THE KELLY SPRINGHIELD TIRE CORP., THORPE INSULATION COMPANY, (D/k/a J.T. Thorpe Company) THORPE INSULATION SERVICES COMPANY THORPE PRODUCTS COMPANY. TRAVELERS INSURANCE CO.. TRAVELERS CASUALTY & SURETY CO., (Ik/a The Aema Casualty & Surely Co.) TRIPLE B. CORP., TRMI HOLDING, INC., UNIROYAL INC., UNION CARBIDE CORPORATION § UNION OIL COMPANY OF CALIFORNIA, U.S. GYPSUM COMPANY, U.S. MINERAL PRODUCTS COMPANY, W.R. GRACE & CO-CONN. ZURN INDUSTRIES, INC.

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DEFENDANTS

## ARKIDAVIT OF TIMOTHY I. FREITHOLD

STATE OF TEXAS

COUNTY OF BEXAR

BEFORE ME, the undersigned authority, on this day personally appeared Timothy

I. Frenhold, who, after being daly swom, did depose and testify as follows:

and correct

"My name is Timothy J. Frenhold. I am over the age of 18 years and I am competent to make this Affidavit. I have personal knowledge of the facts stated herein and they are true

I am the Executive Vice President and Chief Administrative and Legal Officer of both Ultramar Dinmond Shannock Corporation ("UDSC") and Diamond Shannock Refining and Marketing Company ("DSRMC"), a wholly-owned subsidiary of UDSC. UDSC is a Delaware corporation, and is the surviving corporation in the merger of Ultramar Corporation and Diamond Shannock, Inc. It is a publicly hald company and its shares are listed and traded on the New York Stock Exchange. Prior to the merger of Ultramar Inc. and Diamond Shannock, Inc., DSRMC was a wholly-owned subsidiary of Diamond Shannock, Inc.

UDSC is essentially a holding company. Virtually all of UDSC's tangible assets in Texas are now owned and operated by "DSRMC", Diamond Shannock Refining Company, L.P. ("DSLP"), and their wholly-owned subsidiaries or affiliates.

Neither UDSC, Diamond Shannock, Inc., DSRMC, not any of the subsidiaries or entities over owned or controlled by them, have ever owned or operated any chemical plant or industrial facility located in Pasadena, Texas, at which Tom Broyles alleges he may have been exposed to asbestos.

DSRMC has engaged in the refining and marketing of pentileum products in Texas and the surrounding states. DSRMC previously owned and operated two crude oil refineries, one in Sunray. Texas (north of Amarillo) and another in Three Rivers, Texas (north of Corpus Christi). Both refineries were transferred in December, 1993 to DSLP, a newly created emity. DSRMC operates about 1,600 retail gasoline/convenience marchandise outlets, and has licensed jobbers who own and/or operate more than 1,100 additional retail gasoline outlets under the "Diamond Shannock" brand. These retail businesses are concentrated in Texas, Arizona, New Mexico, Louisiana, and Colorado, and include locations in Oklahoma, Kansas, Missouri, and Arkensas. DSRMC also stores and markets natural gas liquids, and in 1990 commenced manufacturing and marketing polymer grade propylene. These operations are centered around facilities at Mont Belvieu near Houston, Taxas.

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From 1968 through the mid-1980's the business name "Diamond Shannock" was associated with an oil and gas and chamical business. This originates from the merger in 1967 of Diamond Alkali Company, a chemical business headquartered in Cleveland, Ohio, with The Shamrock Oil and Gas Corporation, headquartered in Amarillo, Texas. The surviving corporation was named Diamond Shannock Corporation, and commued to operate these two core businesses, chemicals and oil and gas, as business units or divisions. Diamond Shannock Curporation operated various types of chamical plants in various locations across the United States.

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- On July 19, 1983, a new corporation was formed to become the ultimate parentholding company. As soon as the reorganization was completed, this new corporation was renamed Dismand Shannock Corporation (and will be referred to as the "new Diamond Shannock Corporation"). The new Diamond Shamrock Corporation became the ultimate parent of all the Diamond Shamrock subsidiaries, and it also became the publicly traded entity.
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- On August 30, 1983, Diamond Stranmock Refining and Marketing Company 3. was incorporated as a Delaware corporation, and it was organized and commenced doing business on August 31, 1983. At that time, DSRMC became the owner of two refineder and related essets, and was made a wholly-owned substituty of Directoral Chemicals Company
- Soon thereafter, Diamond Chemicals Company (old Diamond Shamrock 4. Corporation) changed its name to Diamond Shammock Chemicals Company.

Thus, after this first reorganization in 1983, the structure was essentially as follows:

Diamond Sharmock Corporation (new holding company reorganized in 1983)

- parent of -

Diamond Shannock Chemicals Company (old Diamond Shannock Corporation)

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Dismond Shannock Refining and Marketing Company

In early 1984, there was some additional reorganization. First, on January 26, 1984, Diamond Shannock Chemicals Company assigned all of the stock of DSRMC to the new Diamond Shannock Corporation (the new holding company). Shortly thereafter, on February 1, 1984, the new Diamond Shannock Corporation assigned all the shares of DSRMC to Diamond Shannock International Energy Company. Diamond Shannock International Energy Company had been formed as a wholly-owned subsidiary of the new Diamond Shannock Corporation. Thus, the new Diamond Shannock Corporation was the main holding company having the two (2) following direct subsidiaries: Diamond Shannock International Energy Company which owned and conducted the energy businesses; and Diamond Shannock Chemicals Company which owned and conducted various chemicals businesses. DSRMC was a wholly-owned subsidiary of Diamond Shannock International Energy Company. Thus, after this additional reorganization the corporate structure was essentially as follows:

## "new" Diamond Shannock Corporation

Diamond Shamtock International Energy Company Dismond Shamrock Chemicals Company

Diamond Shannock Refining and Marketing Company On September 4, 1986, Diamond Shannock Chemicals Company sold its chemical businesses to Occidental Petroleum Corporation (and certain of its subsidiaries).

In early 1987, the reorganization establishing Diamond Shannock, Inc. as a separate company was concluded. In February 1987, Diamond Shannock, Inc. was formed as a subsidiary of the new Diamond Shannock Corporation. (From February, 1987 until February 1, 1990, Diamond Shannock, Inc. was known as Diamond Shannock R & M, Inc.). Soon thereafter, DSRMC and all the subsidiary companies operated by DSRMC were conveyed to Diamond Shannock, Inc. On April 30, 1987, the new Diamond Shannock Corporation effected a spin-off (the "Spin-off") of Diamond Shannock, Inc. and all its subsidiaries to the shareholders of Diamond Shannock Corporation. That is, the shares of Diamond Shannock, Inc. had been registered and listed on the New York Stock Exchange, and on April 30, 1987, the shares of Diamond Shannock, Inc. were distributed as a dividend to the shareholders of the new Diamond Shannock Corporation. Diamond Shannock, Inc. became an entirely separate, publicly traded company with its own officers and board of directors, not affiliated in any way with the new Diamond Shannock Corporation.

As mentioned, just prior to the Spin-off on April 30, 1987, DSRMC and all the subsidiary companies operated by DSRMC had been conveyed to Diamond Shannock, Inc. Thus, as a result of the Spin-off, Diamond Shannock, Inc., an entirely independent, separate company, was engaged principally in refining crude oil, marketing refined percolaum products, and the natural gas liquids storage and marketing businesses through its wholly-owned subsidiaries.

Immediately after the Spin-off, what had been the publicly traded new Diamond Shannook Corporation prior to April 30, 1987, changed its name to Maxus Energy Corporation ("Maxus"). Maxus is still headquartered in Dallas, Texas, and is engaged principally in exploration and production of oil and gas. Maxus is the entity that formedly owned Diamond Shannock Chemicals Company, and which, prior to 1983, owned the assets of and operated the chemical business. As corporate entities, neither Diamond Shannock, inc. (formed in February 1987) nor its wholly-owned subsidiary, DSRMC (formed in August).

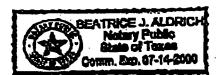
1983), has ever engaged in the chemicals business or been the owner of any assets or business entity engaged in the chemicals business. As between Diamond Shannock, Inc. and Maxus, Maxus is the entity that sold the assets to Diamond Shannock Chemicals Company to Occidental Petroleum Corporation in 1986.

Neither UDSC, Dismond Sharrock, Inc., DSRMC, nor any of the subsidiaries or entities ever owned or controlled by them, has ever owned or operated any chemical plant or industrial facility located in Passdana, Texas, at which Tom Broyles alleges he may have been exposed to asbestos.

FURTHER AFFIANT SAYETH NOT.

**\*\*\***2409 835 6084

SWORN TO AND SUBSCRIBED before me by Timothy J. Prethold solely in his capacity as Executive Vice President and Chief Administrative and Legal Officer of both Ultramar Diamond Shanrock Corporation and Diamond Shanrock Retining and Marketing Company.



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