

EXHIBIT "B"
Lacy J State Exploratory Unit
Lea County, New Mexico

TRACT NUMBER	DESCRIPTION OF LANDS	NET ACRES	SERIAL NUMBER AND EXPIRATION DATE	LESSOR	LESSEE OF RECORD	OVERRIDING ROYALTY	WORKING INTEREST
1.	<u>I12S, R34E</u> Sec. 3: Lots 1-4 (N2N2) S2N2	320.80	VO-5832 6/1/05	State of New Mexico 1/6	Yates Petroleum Corporation	None	Yates Petroleum Corporation Yates Drilling Company Abo Petroleum Corporation Myco Industries, Inc.
2.	<u>I12S, R34E</u> Sec. 3: S2	320.00	VO-5815 6/1/05	State of New Mexico 1/6	Murchison Oil & Gas, Inc.	None	Murchison Oil & Gas, Inc.
3.	<u>I12S, R34E</u> Sec 4: Lots 1-4 (N2N2) S2N2	320.72	VO-5833 6/1/05	State of New Mexico 1/6	Yates Petroleum Corporation	None	Yates Petroleum Corporation Yates Drilling Company Abo Petroleum Corporation Myco Industries, Inc.
4.	<u>I12S, R34E</u> Sec. 4: S2	320.00	VO-5834 6/1/05	State of New Mexico 1/6	Yates Petroleum Corporation	None	Yates Petroleum Corporation Yates Drilling Company Abo Petroleum Corporation Myco Industries, Inc.
5.	<u>I12S, R34E</u> Sec. 5: Lots 1-4 (N2N2) S2N2, SE4	480.40	VO-5835 6/1/05	State of New Mexico 1/6	Murchison Oil & Gas, Inc.	None	Murchison Oil & Gas, Inc.
6.	<u>I12S, R34E</u> Sec 6: Lots 4,5,6,7, SE4	304.37	VO-5836 6/1/05	State of New Mexico 1/6	Yates Petroleum Corporation	None	Yates Petroleum Corporation Yates Drilling Company Abo Petroleum Corporation Myco Industries, Inc.
7.	<u>I12S, R34E</u> Sec. 7: Lots 1-4 (W2W2) E2W2	305.64	VO-5816 6/1/05	State of New Mexico 1/6	Murchison Oil & Gas, Inc.	None	Murchison Oil & Gas, Inc.
8.	<u>I12S, R34E</u> Sec. 7: E2	320.00	VO-5837 6/1/05	State of New Mexico 1/6	Yates Petroleum Corporation	None	Yates Petroleum Corporation Yates Drilling Company Abo Petroleum Corporation Myco Industries, Inc.
9.	<u>I12S, R34E</u> Sec 8: N2	320.00	VO-5868 7/1/05	State of New Mexico 1/6	Yates Petroleum Corporation	None	Yates Petroleum Corporation Yates Drilling Company Abo Petroleum Corporation Myco Industries, Inc.

BEFORE THE OIL CONSERVATION DIVISION
Santa Fe, New Mexico
Case No. 13244 Exhibit No. 3
Submitted by:
YATES PETROLEUM CORPORATION
Hearing Date: April 1, 2004

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10.	<u>I12S, R34E</u> Sec 8: S2	320.00	VO-5852 7/1/05	State of New Mexico 1/8	Yates Petroleum Corporation	None	Yates Petroleum Corporation Yates Drilling Company Abo Petroleum Corporation Myco Industries, Inc.
11.	<u>I12S, R34E</u> Sec 9: W2	320.00	VO-5853 7/1/05	State of New Mexico 1/8	Murchison Oil & Gas, Inc.	None	Murchison Oil & Gas, Inc.
12.	<u>I12S, R34E</u> Sec 9: E2	320.00	VO-5869 7/1/05	State of New Mexico 1/8	Murchison Oil & Gas, Inc.	None	Murchison Oil & Gas, Inc.
13.	<u>I12S, R34E</u> Sec 10: W2	320.00	VO-5854 7/1/05	State of New Mexico 1/8	Murchison Oil & Gas, Inc.	None	Murchison Oil & Gas, Inc.
14.	<u>I12S, R34E</u> Sec 10: E2	320.00	VO-5870 7/1/05	State of New Mexico 1/8	Yates Petroleum Corporation	None	Yates Petroleum Corporation Yates Drilling Company Abo Petroleum Corporation Myco Industries, Inc.
15.	<u>I12S, R34E</u> Sec 15: N2	320.00	VA-2189 8/1/05	State of New Mexico 1/8	Yates Petroleum Corporation	None	Yates Petroleum Corporation Yates Drilling Company Abo Petroleum Corporation Myco Industries, Inc.
16.	<u>I12S, R34E</u> Sec 15: S2	320.00	VA-2209 8/1/05	State of New Mexico 1/8	Yates Petroleum Corporation	None	Yates Petroleum Corporation Yates Drilling Company Abo Petroleum Corporation Myco Industries, Inc.
17.	<u>I12S, R34E</u> Sec 16: E2	320.00	VA-2200 8/1/05	State of New Mexico 1/8	Yates Petroleum Corporation	None	Yates Petroleum Corporation Yates Drilling Company Abo Petroleum Corporation Myco Industries, Inc.
18.	<u>I12S, R34E</u> Sec 16: W2	320.00	VA-2210 8/1/05	State of New Mexico 1/8	Yates Petroleum Corporation	None	Yates Petroleum Corporation Yates Drilling Company Abo Petroleum Corporation Myco Industries, Inc.

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19.	<u>I12S, R34E</u> Sec 17: E2	320.00	VO-5893 8/1/05	State of New Mexico 1/8	Yates Petroleum Corporation	None	Yates Petroleum Corporation Yates Drilling Company Abo Petroleum Corporation Myco Industries, Inc. 70.000% 10.000% 10.000% 10.000%
20.	<u>I12S, R34E</u> Sec 17: W2	320.00	VA-2211 8/1/05	State of New Mexico 1/8	Yates Petroleum Corporation	None	Yates Petroleum Corporation Yates Drilling Company Abo Petroleum Corporation Myco Industries, Inc. 70.000% 10.000% 10.000% 10.000%
21.	<u>I12S, R34E</u> Sec 18: Lots 1, 2, E2NW4, NE4	313.27	VA-2201 8/1/05	State of New Mexico 1/8	Yates Petroleum Corporation	None	Yates Petroleum Corporation Yates Drilling Company Abo Petroleum Corporation Myco Industries, Inc. 70.000% 10.000% 10.000% 10.000%
22.	<u>I12S, R34E</u> Sec 18: Lots 3, 4, E2SW4, SE4	313.49	VA-2202 8/1/05	State of New Mexico 1/8	Murchison Oil & Gas, Inc.	None	Murchison Oil & Gas, Inc. 100.000%
23.	<u>I12S, R34E</u> Sec 5: SW4	160.00	E-9136 HBP	State of New Mexico 1/8	Occidental Permian Ltd.	None	Occidental Permian Ltd. 100.000%
24.	<u>I12S, R34E</u> Sec 6: Lots 1, 2, 3, S2NE4 SE4NW4, E2SW4	320.15	VO-1386 HBP	State of New Mexico 1/8	Yates Petroleum Corporation	None	Yates Petroleum Corporation Yates Drilling Company Abo Petroleum Corporation Myco Industries, Inc. 70.000% 10.000% 10.000% 10.000%

Total State Acreage
7638.84 acres, m/l