

**PAUL BACA PROFESSIONAL COURT REPORTERS**

# **OIL CONSERVATION DIVISION**

**CASE # 14199**

**EXHIBIT**

**3**

## EXHIBIT "B"

Big Hatchet North Unit  
Hidalgo County, New Mexico

| Tract Number | Lessor      | Lessee of Record                                             | Working Interest % | Lease # | Royalty | Expiration | Acres  | Township | Range | Section | Description |
|--------------|-------------|--------------------------------------------------------------|--------------------|---------|---------|------------|--------|----------|-------|---------|-------------|
| 1            | State of NM | Dan A. Hughes Company, L.P.<br>Fort Worth Operating Co., LLC | 80<br>20           | LH5184  | 12.50%  | 6/1/2009   | 641.32 | 31       | 16    | 3       | All         |
| 2            | State of NM | Dan A. Hughes Company, L.P.<br>Fort Worth Operating Co., LLC | 80<br>20           | LH5185  | 12.50%  | 6/1/2009   | 640.02 | 31       | 16    | 4       | All         |
| 3            | State of NM | Dan A. Hughes Company, L.P.<br>Fort Worth Operating Co., LLC | 80<br>20           | LH5186  | 12.50%  | 6/1/2009   | 640.00 | 31       | 16    | 5       | All         |
| 4            | State of NM | Dan A. Hughes Company, L.P.<br>Fort Worth Operating Co., LLC | 80<br>20           | LH5187  | 12.50%  | 6/1/2009   | 637.99 | 31       | 16    | 6       | All         |
| 5            | State of NM | Dan A. Hughes Company, L.P.<br>Fort Worth Operating Co., LLC | 80<br>20           | LH5188  | 12.50%  | 6/1/2009   | 637.92 | 31       | 16    | 7       | All         |
| 6            | State of NM | Dan A. Hughes Company, L.P.<br>Fort Worth Operating Co., LLC | 80<br>20           | LH5189  | 12.50%  | 6/1/2009   | 480.00 | 31       | 16    | 8       | N2, SE4     |
| 7            | State of NM | Dan A. Hughes Company, L.P.<br>Fort Worth Operating Co., LLC | 80<br>20           | LH5190  | 12.50%  | 6/1/2009   | 80.00  | 31       | 16    | 8       | N2SW4       |
| 8            | State of NM | Dan A. Hughes Company, L.P.<br>Fort Worth Operating Co., LLC | 80<br>20           | LH5191  | 12.50%  | 6/1/2009   | 640.00 | 31       | 16    | 9       | All         |
| 9            | State of NM | Dan A. Hughes Company, L.P.<br>Fort Worth Operating Co., LLC | 80<br>20           | LH5192  | 12.50%  | 6/1/2009   | 640.00 | 31       | 16    | 10      | All         |
| 10           | State of NM | Dan A. Hughes Company, L.P.<br>Fort Worth Operating Co., LLC | 80<br>20           | LH5193  | 12.50%  | 6/1/2009   | 640.00 | 31       | 16    | 15      | All         |
| 11           | State of NM | Dan A. Hughes Company, L.P.<br>Fort Worth Operating Co., LLC | 80<br>20           | LH5194  | 12.50%  | 6/1/2009   | 640.00 | 31       | 16    | 16      | All         |
| 12           | State of NM | Dan A. Hughes Company, L.P.<br>Fort Worth Operating Co., LLC | 80<br>20           | LH5195  | 12.50%  | 6/1/2009   | 639.68 | 31       | 16    | 18      | All         |
| 13           | State of NM | Dan A. Hughes Company, L.P.<br>Fort Worth Operating Co., LLC | 80<br>20           | LH5196  | 12.50%  | 6/1/2009   | 639.24 | 31       | 16    | 19      | All         |
| 14           | State of NM | Dan A. Hughes Company, L.P.<br>Fort Worth Operating Co., LLC | 80<br>20           | LH5197  | 12.50%  | 6/1/2009   | 640.00 | 31       | 16    | 20      | All         |
| 15           | State of NM | Dan A. Hughes Company, L.P.<br>Fort Worth Operating Co., LLC | 80<br>20           | LH5198  | 12.50%  | 6/1/2009   | 640.00 | 31       | 16    | 21      | All         |

BEFORE THE OIL CONSERVATION DIVISION

Santa Fe, New Mexico

Case No. ....14199 Exhibit No. 3

Submitted by:

Dan A. Hughes Company, L.P.

Hearing Date: December 4, 2008

**EXHIBIT "B"**

Big Hatchet North Unit  
Hidalgo County, New Mexico

|    |             |                               |    |        |        |          |        |    |    |    |         |
|----|-------------|-------------------------------|----|--------|--------|----------|--------|----|----|----|---------|
| 16 | State of NM | Dan A. Hughes Company, L.P.   | 80 | LH5199 | 12.50% | 6/1/2009 | 640.00 | 31 | 16 | 22 | All     |
|    |             | Fort Worth Operating Co., LLC | 20 |        |        |          |        |    |    |    |         |
| 17 | State of NM | Dan A. Hughes Company, L.P.   | 80 | LH5200 | 12.50% | 6/1/2009 | 640.00 | 31 | 16 | 29 | All     |
|    |             | Fort Worth Operating Co., LLC | 20 |        |        |          |        |    |    |    |         |
| 18 | State of NM | Dan A. Hughes Company, L.P.   | 80 | LH5201 | 12.50% | 6/1/2009 | 159.43 | 31 | 16 | 30 | SW4     |
|    |             | Fort Worth Operating Co., LLC | 20 |        |        |          |        |    |    |    |         |
| 19 | State of NM | Dan A. Hughes Company, L.P.   | 80 | LH5202 | 12.50% | 6/1/2009 | 317.82 | 31 | 16 | 31 | W2      |
|    |             | Fort Worth Operating Co., LLC | 20 |        |        |          |        |    |    |    |         |
| 20 | State of NM | Dan A. Hughes Company, L.P.   | 80 | LH5203 | 12.50% | 6/1/2009 | 640.00 | 31 | 16 | 32 | All     |
|    |             | Fort Worth Operating Co., LLC | 20 |        |        |          |        |    |    |    |         |
| 21 | State of NM | Dan A. Hughes Company, L.P.   | 80 | LH5204 | 12.50% | 6/1/2009 | 480.76 | 31 | 17 | 1  | N2, SW4 |
|    |             | Fort Worth Operating Co., LLC | 20 |        |        |          |        |    |    |    |         |
| 22 | State of NM | Dan A. Hughes Company, L.P.   | 80 | LH5205 | 12.50% | 6/1/2009 | 639.48 | 31 | 17 | 2  | All     |
|    |             | Fort Worth Operating Co., LLC | 20 |        |        |          |        |    |    |    |         |
| 23 | State of NM | Dan A. Hughes Company, L.P.   | 80 | LH5206 | 12.50% | 6/1/2009 | 640.00 | 31 | 17 | 10 | All     |
|    |             | Fort Worth Operating Co., LLC | 20 |        |        |          |        |    |    |    |         |
| 24 | State of NM | Dan A. Hughes Company, L.P.   | 80 | LH5207 | 12.50% | 6/1/2009 | 640.00 | 31 | 17 | 11 | All     |
|    |             | Fort Worth Operating Co., LLC | 20 |        |        |          |        |    |    |    |         |
| 25 | State of NM | Dan A. Hughes Company, L.P.   | 80 | LH5208 | 12.50% | 6/1/2009 | 640.00 | 31 | 17 | 12 | All     |
|    |             | Fort Worth Operating Co., LLC | 20 |        |        |          |        |    |    |    |         |
| 26 | State of NM | Dan A. Hughes Company, L.P.   | 80 | LH5209 | 12.50% | 6/1/2009 | 640.00 | 31 | 17 | 13 | All     |
|    |             | Fort Worth Operating Co., LLC | 20 |        |        |          |        |    |    |    |         |
| 27 | State of NM | Dan A. Hughes Company, L.P.   | 80 | LH5210 | 12.50% | 6/1/2009 | 640.00 | 31 | 17 | 14 | All     |
|    |             | Fort Worth Operating Co., LLC | 20 |        |        |          |        |    |    |    |         |
| 28 | State of NM | Dan A. Hughes Company, L.P.   | 80 | LH5211 | 12.50% | 6/1/2009 | 640.00 | 31 | 17 | 15 | All     |
|    |             | Fort Worth Operating Co., LLC | 20 |        |        |          |        |    |    |    |         |
| 29 | State of NM | Dan A. Hughes Company, L.P.   | 80 | LH5212 | 12.50% | 6/1/2009 | 640.00 | 31 | 17 | 23 | All     |
|    |             | Fort Worth Operating Co., LLC | 20 |        |        |          |        |    |    |    |         |
| 30 | State of NM | Dan A. Hughes Company, L.P.   | 80 | LH5213 | 12.50% | 6/1/2009 | 640.00 | 31 | 17 | 24 | All     |
|    |             | Fort Worth Operating Co., LLC | 20 |        |        |          |        |    |    |    |         |
| 31 | State of NM | Dan A. Hughes Company, L.P.   | 80 | LH5214 | 12.50% | 6/1/2009 | 640.00 | 31 | 17 | 25 | All     |
|    |             | Fort Worth Operating Co., LLC | 20 |        |        |          |        |    |    |    |         |
| 32 | State of NM | Dan A. Hughes Company, L.P.   | 80 | LH5215 | 12.50% | 6/1/2009 | 640.00 | 31 | 17 | 26 | All     |
|    |             | Fort Worth Operating Co., LLC | 20 |        |        |          |        |    |    |    |         |
| 33 | State of NM | Dan A. Hughes Company, L.P.   | 80 | LH5216 | 12.50% | 6/1/2009 | 640.00 | 31 | 17 | 35 | All     |
|    |             | Fort Worth Operating Co., LLC | 20 |        |        |          |        |    |    |    |         |

**EXHIBIT "B"**

**Big Hatchet North Unit  
Hidalgo County, New Mexico**

|    |             |                                                              |    |        |        |           |        |    |    |    |                      |
|----|-------------|--------------------------------------------------------------|----|--------|--------|-----------|--------|----|----|----|----------------------|
| 34 | State of NM | Dan A. Hughes Company, L.P.<br>Fort Worth Operating Co., LLC | 80 | LH5217 | 12.50% | 6/1/2009  | 640.00 | 31 | 17 | 36 | All                  |
|    |             |                                                              | 20 |        |        |           |        |    |    |    |                      |
| 35 | State of NM | Dan A. Hughes Company, L.P.<br>Fort Worth Operating Co., LLC | 80 | LH5219 | 12.50% | 6/1/2009  | 158.80 | 32 | 16 | 6  | NW4                  |
|    |             |                                                              | 20 |        |        |           |        |    |    |    |                      |
| 36 | State of NM | Dan A. Hughes Company, L.P.<br>Fort Worth Operating Co., LLC | 80 | LH5327 | 12.50% | 9/1/2010  | 640.00 | 31 | 17 | 22 | All                  |
|    |             |                                                              | 20 |        |        |           |        |    |    |    |                      |
| 37 | State of NM | Dan A. Hughes Company, L.P.<br>Fort Worth Operating Co., LLC | 80 | LH5328 | 12.50% | 9/1/2010  | 320.00 | 31 | 17 | 27 | N2                   |
|    |             |                                                              | 20 |        |        |           |        |    |    |    |                      |
| 38 | State of NM | Dan A. Hughes Company, L.P.<br>Fort Worth Operating Co., LLC | 80 | LH5329 | 12.50% | 9/1/2010  | 320.00 | 31 | 17 | 34 | N2                   |
|    |             |                                                              | 20 |        |        |           |        |    |    |    |                      |
| 39 | State of NM | Dan A. Hughes Company, L.P.<br>Fort Worth Operating Co., LLC | 80 | LH5334 | 12.50% | 9/1/2010  | 43.84  | 32 | 17 | 1  | NE4NE4               |
|    |             |                                                              | 20 |        |        |           |        |    |    |    |                      |
| 40 | State of NM | Dan A. Hughes Company, L.P.<br>Fort Worth Operating Co., LLC | 80 | LH5335 | 12.50% | 9/1/2010  | 691.36 | 32 | 17 | 2  | All                  |
|    |             |                                                              | 20 |        |        |           |        |    |    |    |                      |
| 41 | State of NM | Dan A. Hughes Company, L.P.<br>Fort Worth Operating Co., LLC | 80 | LH5336 | 12.50% | 9/1/2010  | 51.93  | 32 | 17 | 3  | NE4NE4               |
|    |             |                                                              | 20 |        |        |           |        |    |    |    |                      |
| 42 | State of NM | Dan A. Hughes Company, L.P.<br>Fort Worth Operating Co., LLC | 80 | LH5368 | 12.50% | 11/1/2010 | 279.37 | 30 | 16 | 6  | W2                   |
|    |             |                                                              | 20 |        |        |           |        |    |    |    |                      |
| 43 | State of NM | Dan A. Hughes Company, L.P.<br>Fort Worth Operating Co., LLC | 80 | LH5369 | 12.50% | 11/1/2010 | 274.60 | 30 | 16 | 6  | E2                   |
|    |             |                                                              | 20 |        |        |           |        |    |    |    |                      |
| 44 | State of NM | Dan A. Hughes Company, L.P.<br>Fort Worth Operating Co., LLC | 80 | LH5370 | 12.50% | 11/1/2010 | 40.00  | 30 | 16 | 7  | NE4SE4               |
|    |             |                                                              | 20 |        |        |           |        |    |    |    |                      |
| 45 | State of NM | Dan A. Hughes Company, L.P.<br>Fort Worth Operating Co., LLC | 80 | LH5372 | 12.50% | 11/1/2010 | 640.00 | 30 | 16 | 8  | All                  |
|    |             |                                                              | 20 |        |        |           |        |    |    |    |                      |
| 46 | State of NM | Dan A. Hughes Company, L.P.<br>Fort Worth Operating Co., LLC | 80 | LH5373 | 12.50% | 11/1/2010 | 640.00 | 30 | 16 | 9  | All                  |
|    |             |                                                              | 20 |        |        |           |        |    |    |    |                      |
| 47 | State of NM | Dan A. Hughes Company, L.P.<br>Fort Worth Operating Co., LLC | 80 | LH5376 | 12.50% | 11/1/2010 | 440.00 | 30 | 16 | 17 | NE4,SW4,N2SE4,SE4SE4 |
|    |             |                                                              | 20 |        |        |           |        |    |    |    |                      |
| 48 | State of NM | Dan A. Hughes Company, L.P.<br>Fort Worth Operating Co., LLC | 80 | LH5378 | 12.50% | 11/1/2010 | 321.96 | 30 | 16 | 18 | NE4,SW4              |
|    |             |                                                              | 20 |        |        |           |        |    |    |    |                      |
| 49 | State of NM | Dan A. Hughes Company, L.P.<br>Fort Worth Operating Co., LLC | 80 | LH5379 | 12.50% | 11/1/2010 | 642.32 | 30 | 16 | 19 | All                  |
|    |             |                                                              | 20 |        |        |           |        |    |    |    |                      |
| 50 | State of NM | Dan A. Hughes Company, L.P.<br>Fort Worth Operating Co., LLC | 80 | LH5381 | 12.50% | 11/1/2010 | 640.00 | 30 | 16 | 21 | All                  |
|    |             |                                                              | 20 |        |        |           |        |    |    |    |                      |
| 51 | State of NM | Dan A. Hughes Company, L.P.<br>Fort Worth Operating Co., LLC | 80 | LH5383 | 12.50% | 11/1/2010 | 640.00 | 30 | 16 | 28 | All                  |
|    |             |                                                              | 20 |        |        |           |        |    |    |    |                      |

**EXHIBIT "B"**

**Big Hatchet North Unit  
Hidalgo County, New Mexico**

|    |             |                               |    |        |        |           |        |    |    |    |               |
|----|-------------|-------------------------------|----|--------|--------|-----------|--------|----|----|----|---------------|
| 52 | State of NM | Dan A. Hughes Company, L.P.   | 80 | LH5384 | 12.50% | 11/1/2010 | 640.00 | 30 | 16 | 29 | All           |
|    |             | Fort Worth Operating Co., LLC | 20 |        |        |           |        |    |    |    |               |
| 53 | State of NM | Dan A. Hughes Company, L.P.   | 80 | LH5386 | 12.50% | 11/1/2010 | 39.97  | 30 | 16 | 30 | SW4SW4        |
|    |             | Fort Worth Operating Co., LLC | 20 |        |        |           |        |    |    |    |               |
| 54 | State of NM | Dan A. Hughes Company, L.P.   | 80 | LH5387 | 12.50% | 11/1/2010 | 80.00  | 30 | 16 | 31 | S2SE4         |
|    |             | Fort Worth Operating Co., LLC | 20 |        |        |           |        |    |    |    |               |
| 55 | State of NM | Dan A. Hughes Company, L.P.   | 80 | LH5391 | 12.50% | 11/1/2010 | 320.00 | 30 | 16 | 34 | W2            |
|    |             | Fort Worth Operating Co., LLC | 20 |        |        |           |        |    |    |    |               |
| 56 | State of NM | Dan A. Hughes Company, L.P.   | 80 | LH5392 | 12.50% | 11/1/2010 | 371.06 | 30 | 17 | 1  | E2,SW4,SE4NW4 |
|    |             | Fort Worth Operating Co., LLC | 20 |        |        |           |        |    |    |    |               |
| 57 | State of NM | Dan A. Hughes Company, L.P.   | 80 | LH5393 | 12.50% | 11/1/2010 | 557.56 | 30 | 17 | 2  | All           |
|    |             | Fort Worth Operating Co., LLC | 20 |        |        |           |        |    |    |    |               |
| 58 | State of NM | Dan A. Hughes Company, L.P.   | 80 | LH5394 | 12.50% | 11/1/2010 | 557.48 | 30 | 17 | 3  | All           |
|    |             | Fort Worth Operating Co., LLC | 20 |        |        |           |        |    |    |    |               |
| 59 | State of NM | Dan A. Hughes Company, L.P.   | 80 | LH5395 | 12.50% | 11/1/2010 | 640.00 | 30 | 17 | 10 | All           |
|    |             | Fort Worth Operating Co., LLC | 20 |        |        |           |        |    |    |    |               |
| 60 | State of NM | Dan A. Hughes Company, L.P.   | 80 | LH5396 | 12.50% | 11/1/2010 | 640.00 | 30 | 17 | 11 | All           |
|    |             | Fort Worth Operating Co., LLC | 20 |        |        |           |        |    |    |    |               |
| 61 | State of NM | Dan A. Hughes Company, L.P.   | 80 | LH5397 | 12.50% | 11/1/2010 | 619.48 | 30 | 17 | 12 | All           |
|    |             | Fort Worth Operating Co., LLC | 20 |        |        |           |        |    |    |    |               |
| 62 | State of NM | Dan A. Hughes Company, L.P.   | 80 | LH5398 | 12.50% | 11/1/2010 | 320.00 | 30 | 17 | 13 | W2            |
|    |             | Fort Worth Operating Co., LLC | 20 |        |        |           |        |    |    |    |               |
| 63 | State of NM | Dan A. Hughes Company, L.P.   | 80 | LH5399 | 12.50% | 11/1/2010 | 640.00 | 30 | 17 | 14 | All           |
|    |             | Fort Worth Operating Co., LLC | 20 |        |        |           |        |    |    |    |               |
| 64 | State of NM | Dan A. Hughes Company, L.P.   | 80 | LH5400 | 12.50% | 11/1/2010 | 640.00 | 30 | 17 | 15 | All           |
|    |             | Fort Worth Operating Co., LLC | 20 |        |        |           |        |    |    |    |               |
| 65 | State of NM | Dan A. Hughes Company, L.P.   | 80 | LH5401 | 12.50% | 11/1/2010 | 640.00 | 30 | 17 | 22 | All           |
|    |             | Fort Worth Operating Co., LLC | 20 |        |        |           |        |    |    |    |               |
| 66 | State of NM | Dan A. Hughes Company, L.P.   | 80 | LH5402 | 12.50% | 11/1/2010 | 640.00 | 30 | 17 | 23 | All           |
|    |             | Fort Worth Operating Co., LLC | 20 |        |        |           |        |    |    |    |               |
| 67 | State of NM | Dan A. Hughes Company, L.P.   | 80 | LH5403 | 12.50% | 11/1/2010 | 475.96 | 30 | 17 | 24 | W/2, SE/4     |
|    |             | Fort Worth Operating Co., LLC | 20 |        |        |           |        |    |    |    |               |
| 68 | State of NM | Dan A. Hughes Company, L.P.   | 80 | LH5404 | 12.50% | 11/1/2010 | 636.12 | 30 | 17 | 25 | All           |
|    |             | Fort Worth Operating Co., LLC | 20 |        |        |           |        |    |    |    |               |
| 69 | State of NM | Dan A. Hughes Company, L.P.   | 80 | LH5405 | 12.50% | 11/1/2010 | 640.00 | 30 | 17 | 26 | All           |
|    |             | Fort Worth Operating Co., LLC | 20 |        |        |           |        |    |    |    |               |

**Big Hatchet North Unit**  
**Hidalgo County, New Mexico**

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