

Summary of Communications
Hoss 2/11 B2BO Fed Com #2H

EOG Resources, Inc

- 1 Mailed well proposal and JOA to Wendy Dalton on 12/7/2016 via certified mail
- 2 Talked with Paul Boland on 12/20/2016 discussing the well proposal
- 3 Followed up with Paul Boland on 1/24/2017 regarding the well proposals and JOA and left a voicemail message
- 4 Followed up with Paul Boland on 2/23/2017 regarding the well proposals and JOA and left a voicemail message
- 5 Have not heard back from EOG Resources, Inc

EXHIBIT 3

Re Offer Oil and Gas Lease

Mitchell Robb

Mon 2/6/2017 9 04 AM

To Spencer Simon <ssimon@panhandleoilandgas.com>

Spencer,

We are still planning on drilling the Bone Spring well first, so the only change would be the surface location being 1,650' FEL instead of 1,700' FEL. I was planning on waiting to hear back from everyone and then sending out the amended JOA.

If you need me to send you a new page that reflects the above, then I can get with our analyst and have her make the change.

Thanks,

Mitch

From Spencer Simon <ssimon@panhandleoilandgas.com>
Sent Friday, February 3, 2017 9:05 AM
To Mitchell Robb
Subject RE: Offer Oil and Gas Lease

Morning Mitch

Any word on the updated JOA?

Spencer Simon
office (405) 945-6134

From Spencer Simon
Sent Monday, January 30, 2017 9:57 AM
To Mitchell Robb
Subject RE: Offer Oil and Gas Lease

Thank you sir

Spencer Simon
office (405) 945-6134

From Mitchell Robb [<mailto:mrobb@mewbourne.com>]
Sent Monday, January 30, 2017 9:52 AM
To Spencer Simon
Subject Re: Offer Oil and Gas Lease

Spencer,

I believe the water disposal costs will be between \$0.75 and \$1.00 per barrel

Mitch

From Spencer Simon <ssimon@panhandleoilandgas.com>
Sent Monday, January 30, 2017 9:46:54 AM
To Mitchell Robb
Subject RE: Offer Oil and Gas Lease

Mitch

Would you mind giving me an estimate fee/cost for the water disposal?

Spencer Simon
office (405) 945 6134

From Spencer Simon
Sent Thursday, January 19, 2017 1:26 PM
To 'Mitchell Robb'
Subject RE: Offer Oil and Gas Lease

Thank you Mitch we will review and I will be in contact soon

Spencer Simon
office (405) 945 6134

From Mitchell Robb [<mailto:mrobb@mewbourne.com>]
Sent Thursday, January 19, 2017 1:24 PM
To Spencer Simon
Subject Re: Offer Oil and Gas Lease

Spencer,

I have attached the C102 documents that we spoke about. You won't be able to find these on the NMOCD website yet since they are still going through the approval process. I highlighted the proration units that each well will be dedicated to since they were not denoted yet.

Also, I have attached the JOA that I referenced in the well proposals.

I have not prepared a Communitization Agreement yet but in the next few months, I will also be sending that out. It's essentially a designation of pooled unit but is required in lieu of the designation of pooled unit when State or Federal lands are involved.

Please let me know if you have any questions or if the JOA doesn't go through. Thanks

Mitch

From Spencer Simon <ssimon@panhandleoilandgas.com>
Sent Wednesday, January 18, 2017 8:59:14 AM
To Mitchell Robb
Subject RE: Offer Oil and Gas Lease

Mitch

Please see attached Name Change Certificate Let me know if you have any questions

Spencer

From Spencer Simon
Sent Tuesday, January 17, 2017 10:57 AM
To Mitchell Robb
Subject RE: Offer Oil and Gas Lease

Mitch

Thank you for your email. There is a strong chance that we will want to participate. Would you mind sending an updated AFE? I know that you stated you will send them certified mail but we have yet to receive that. Email is fine by us. With that said, I believe you will have to add us to the pooling. Please let me know.

Thank you sir

Spencer Simon
office (405) 945 6134

From Mitchell Robb [<mailto:mrobb@mewbourne.com>]
Sent Tuesday, January 17, 2017 10:40 AM
To Spencer Simon
Subject Re: Offer Oil and Gas Lease

Hey Spencer,

I was seeing if Panhandle had made a decision on Mewbourne's lease offer. I am going to start preparing to get on the forced pooling docket and I'll need to know if I should include Panhandle or not.

Thanks,

Mitch Robb
Landman
Mewbourne Oil Company
Office (432) 682-3715
Cell (405) 394-8583
Email mrobb@mewbourne.com

From Mitchell Robb
Sent Tuesday, December 6, 2016 10:29:32 AM
To Spencer Simon
Subject Re: Offer Oil and Gas Lease

Spencer,

Our drilling schedule is always subject to change, but as of right now, we have the first well to spud in June of 2017. Also, if you are agreeable to the lease that I sent you, then yes the \$2,000/acre & a 1/4 royalty is still the

offer

We plan on pooling the unit (E/2 of 2 and E/2 of 11) but the matter of forced pooling will only come up out of necessity

Please let me know if you have any additional questions or if there is anything I can do

Thanks,

Mitch

From Spencer Simon <ssimon@panhandleoilandgas.com>

Sent Tuesday, December 6, 2016 9:35 AM

To Mitchell Robb

Subject RE: Offer Oil and Gas Lease

Also, will you all be pooling this section?

SS

From Spencer Simon

Sent Tuesday, December 06, 2016 9:33 AM

To Mitchell Robb'

Subject RE: Offer Oil and Gas Lease

Thank you for sending this my way. Do you all have a spud date in mind? Also is the \$2,000/acre & 1/4 royalty the offer?

Thank you

Spencer

From Mitchell Robb [<mailto:mrobb@mewbourne.com>]

Sent Monday, December 05, 2016 5:33 PM

To Spencer Simon

Subject Re: Offer Oil and Gas Lease

Spencer,

We currently have 2 wells planned in the first half of 2017 that would cover your interest. I have attached two well proposals for your to evaluation. I will be sending these out via certified mail sometime this week.

Please let me know if you have any questions.

Mitch

From Spencer Simon <ssimon@panhandleoilandgas.com>

Sent Monday, December 5, 2016 3:07 PM

To Mitchell Robb

Subject RE: Offer Oil and Gas Lease

Mitch,

At this time we are going to hold onto this interest. We feel that we do not want to tie up this interest if it is not going to be drilled upon. If a well proposal is submitted, then we will reevaluate at that time.

Thank you for your offer and time on this matter

Spencer

From Mitchell Robb [<mailto:mrobb@mewbourne.com>]
Sent Wednesday, November 30, 2016 10:04 AM
To Spencer Simon
Subject Re: Offer Oil and Gas Lease

All is well. I'll check back with you in a couple weeks if I haven't heard anything back.

We all have those mornings haha.

Mitch

From Spencer Simon <ssimon@panhandleoilandgas.com>
Sent Wednesday, November 30, 2016 9:04:53 AM
To Mitchell Robb
Subject RE: Offer Oil and Gas Lease

One of those mornings.

Thank you for your patience.

Spencer

From Spencer Simon
Sent Wednesday, November 30, 2016 9:01 AM
To 'Mitchell Robb'
Subject RE: Offer Oil and Gas Lease

Mitch

I am sorry that I do not have an answer for you just yet. Once I know something I will let you know right away and hopefully the offer will still be on the table.

Thank you for your patients.

Spencer Simon
office (405) 945 6134

From Mitchell Robb [<mailto:mrobb@mewbourne.com>]
Sent Tuesday, November 29, 2016 2:00 PM
To Spencer Simon
Subject Re: Offer Oil and Gas Lease

Hey Spencer,

I was just checking in to see what the status of our offer was.

Thanks,

Mitch

From Spencer Simon <ssimon@panhandleoilandgas.com>
Sent Wednesday November 9 2016 4 53 19 PM
To Mitchell Robb
Subject RE Offer Oil and Gas Lease

Thank you Mitch I will send up the ladder and let you know something as soon as I do

Spencer

From Mitchell Robb [<mailto:mrobb@mewbourne.com>]
Sent Wednesday, November 09, 2016 4 15 PM
To Spencer Simon
Subject Re Offer Oil and Gas Lease

Spencer,

I have attached an Oil and Gas Lease that I prepared If you are acceptable to the terms provided in the lease, then we are willing to accept the \$2,000 and 1/4 royalty

Please let me know your thoughts

Thanks,

Mitch

From Spencer Simon <ssimon@panhandleoilandgas.com>
Sent Tuesday November 8 2016 10 40 32 AM
To Mitchell Robb
Subject RE Offer Oil and Gas Lease

Mitch

\$2000 & ¼ royalty would get the ball moving Thank you for reaching out

Spencer

From Mitchell Robb [<mailto:mrobb@mewbourne.com>]
Sent Monday, November 07, 2016 3 46 PM
To Spencer Simon
Subject Re Offer Oil and Gas Lease

Hey Spencer,

I've got management coming in this week so I was seeing if you all had a price per acre that you would want me to run by them

Mitch

From Mitchell Robb
Sent Friday October 28, 2016 1 55 32 PM
To Spencer Simon
Subject Re Offer Oil and Gas Lease

Spencer,

Since this is what we have been paying in the area I will need approval to go any higher Is there a price per acre that you are looking for? If so, I can run it up the flagpole and see what my management says

Thanks,

Mitch

From Spencer Simon <ssimon@panhandleoilandgas.com>
Sent Thursday October 27 2016 3 13 26 PM
To Mitchell Robb
Subject RE Offer Oil and Gas Lease

Mitch

\$1 000/ac will not move the needle on this Is this your best offer that you are able to provide?

Spencer Simon

office (405) 945-6134

From Mitchell Robb [<mailto:mrobb@mewbourne.com>]
Sent Tuesday, October 18, 2016 8 40 AM
To Spencer Simon
Subject Re Offer Oil and Gas Lease

Spencer,

Thank you for getting back to me I've been authorized up to \$1 000 since that's what we've been paying in this area So, once you make your decision, just let me know and we can work something out

Thanks,

Mitch

From Spencer Simon <ssimon@panhandleoilandgas.com>
Sent Monday October 17 2016 2 40 49 PM
To Mitchell Robb
Subject RE Offer Oil and Gas Lease

Mitch

We are still in the evaluation process, we have been fielding multiple offers in Eddy/Lea the past couple of weeks I will let you know something as soon as a decision has been made I will tell you that in 24S 28E we have received a couple offers of \$2k/ac & 1/4th royalty

Spencer Simon

office (405) 945 6134

From Mitchell Robb [<mailto:mrobb@mewbourne.com>]

Sent Monday, October 17, 2016 11 09 AM

To Spencer Simon

Subject Re Offer Oil and Gas Lease

Hey Spencer

I was just checking in to see if you had a chance to evaluate our offer yet. Please let me know if there is anything I can assist with.

Thanks

Mitch

From Spencer Simon <ssimon@panhandleoilandgas.com>

Sent Thursday, October 6, 2016 9:29 AM

To Mitchell Robb

Subject RE: Offer Oil and Gas Lease

Mitch

Thank you for your offer. We will review and get back with you.

Spencer Simon

office (405) 945-6134

fax (405) 945-6184

5400 N Grand Blvd

Grande Centre Bldg, Ste #300

Oklahoma City, Oklahoma 73112

ssimon@panhandleoilandgas.com

www.panhandleoilandgas.com

From Mitchell Robb [<mailto:mrobb@mewbourne.com>]

Sent Wednesday, October 05, 2016 4:22 PM

To Spencer Simon

Subject Offer Oil and Gas Lease

Spencer,

Pursuant to our conversation on the phone today, I have listed below our offer for an Oil and Gas Lease from Panhandle in the SE/4NE/4 of Section 11 T25S R28E, Eddy County, NM

- \$1,000/acre or \$15,000 total consideration (\$1,000/acre * 15 acres)
- Panhandle delivering 75% NRI to Mewbourne
- 3 Year Primary Term

Once you get a chance to review, please let me know your thoughts and we can move forward from there.

Thanks

Mitch Robb

Petroleum Landman

Mewbourne Oil Company

Office (432) 682-3715

Cell (405) 394-8583

Email mrobb@mewbourne.com

MEWBOURNE OIL COMPANY

FASKEN CENTER
500 WEST TEXAS SUITE 1020
MIDLAND TX 79701

TELEPHONE (432) 682 3715
FACSIMILE (432) 685 4170

December 5 2016

Via Certified Mail

Panhandle Royalty Company
Grande Centre Bldg Ste #300
Oklahoma City Oklahoma 73112
Attn Spencer Simon

Re Hoss 2/11 B2BO Fed Com #2H
185 FNL & 1 650 FEL (SL Section 2)
330 FSL & 1 650 FEL (BHL Section 11)
Section 2/11 T25S R28E
Eddy County New Mexico

Gentlemen.

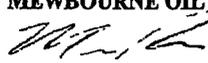
Mewbourne Oil Company as Operator hereby proposes to drill the captioned well at the above referenced surface location (SL) to the referenced bottom hole location (BHL) The proposed well will be drilled to an approximate true vertical depth (TVD) of 8315 feet subsurface to evaluate the Bone Spring Formation The proposed well will have a measured depth (MD) of approximately 18185 feet The W/2E/2 of the captioned Section 2 and the W/2E/2 of Section 11 will be dedicated to the well as the oil proration unit.

Regarding the above enclosed for your further handling is our AFE dated November 9 2016 for the captioned proposed well In the event your firm elects to participate in the proposed well, please execute the enclosed AFE and return to me within thirty (30) days Please reference our Joint Operating Agreement previously provided

Should you have any questions regarding the above, please email me at mrobb@mewbourne.com or call me at (432) 682 3715

Sincerely

MEWBOURNE OIL COMPANY


Mitch Robb
Petroleum Landman

MEWBOURNE OIL COMPANY

FASKEN CENTER
500 WEST TEXAS SUITE 1020
MIDLAND TX 79701

TELEPHONE (432) 682 3715
FACSIMILE (432) 685 4170

December 7 2016

Via Certified Mail

EOG Resources, Inc
5509 Champions Drive
Midland, TX 79706
Attn Wendy Dalton

Re Hoss 2/11 B2BO Fed Com #2H
185' FNL & 1 650' FEL (SL Section 2)
330 FSL & 1 650 FEL (BHL Section 11)
Section 2/11, T25S, R28E
Eddy County, New Mexico

Ladies and Gentlemen

Mewbourne Oil Company as Operator hereby proposes to drill the captioned well at the above referenced surface location (SL) to the referenced bottom hole location (BHL) The proposed well will be drilled to an approximate true vertical depth (TVD) of 8 315 feet subsurface to evaluate the Bone Spring Formation The proposed well will have a measured depth (MD) of approximately 18 185 feet The W/2E/2 of the captioned Section 2 and the W/2E/2 of Section 11 will be dedicated to the well as the oil proration unit

Regarding the above enclosed for your further handling is our AFE dated November 9, 2016 for the captioned proposed well In the event your firm elects to participate in the proposed well, please execute the enclosed AFE and return to me within thirty (30) days Please reference our Joint Operating Agreement previously provided

Should you have any questions regarding the above please email me at mrobb@mewbourne.com or call me at (432) 682-3715

Sincerely,

MEWBOURNE OIL COMPANY



Mitch Robb
Petroleum Landman