



**UNIT PETROLEUM COMPANY**

A Subsidiary of Unit Corporation

June 19, 2006

Working Interest Owners  
(Address List Attached)

**Byers #2 Well  
1480' FNL & 1280 FEL  
Section 23, T20S-R35E  
Lea County, New Mexico**

Gentlemen:

Unit Petroleum Company proposes to drill the captioned Byers #2 well to 13,600 feet to test the Morrow formation.

Attached is an AFE in the amount of \$2,249,500-Drilling Cost and \$989,500-Completion Cost. Please sign the AFE and return to me at your earliest convenience. We would appreciate receiving your response by no later than July 21, 2006.

Please call me should you have a question concerning this proposal.

Sincerely yours,

Fred Schantz  
District Landman

Oil Conservation Division

Case No. 13753

Exhibit No. 3

**BYERS #2  
1480' FNL & 1280' FEL  
Section 23, T-20S-R35E  
Lea County, New Mexico  
- Working Interest Owners -**

**BTA Oil Producers et al  
104 S. Pecos  
Midland, TX 79701**

**BWB Partners I  
P.O. Box 51407  
Midland, TX 79710-1407**

**Hayes Land & Production Company  
P.O. Box 51407  
Midland, TX 79710-1407**

**M. Brad Bennett  
P.O. Box 2062  
Midland, TX 79702-2062**

**Hayes Land Corporation  
P.O. Box 51510  
Midland, TX 79710-1510**