



P.O. Box 11402, Midland, TX 79702

(915) 687-1166

March 17, 2001

Wells Fargo Bank, N.A.  
P.O. Box 2097  
Midland, Texas 79702

Attention: Ms. Dottie McLaughlin

Re: Oil and Gas Lease Lots 3, 4 and S/2NW/4 Sec. 2,  
T-20-S, R-38-E, Lea County, New Mexico  
J.M. Armstrong Trust to Leonard Resource Investment Corporation.

Gross Acres: 160  
Net Mineral Interest: 1/256  
Net Mineral Acres: .625

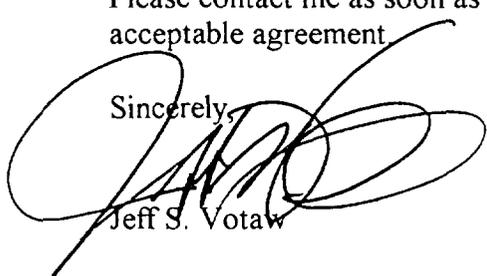
Dear Ms. McLaughlin:

As per our telephone conversation the following is our offer to lease the above referenced Trust's minerals under the above captioned section.

- 1: A lease bonus of \$150.00 per net acre.
- 2: A one-fourth royalty.
- 3: A two-year paid-up lease.

Please contact me as soon as possible regarding this off so that we might come to an acceptable agreement.

Sincerely,

  
Jeff S. Votaw

OIL CONSERVATION DIVISION

CASE NUMBER

3A  
EXHIBIT



P.O. Box 11402, Midland, TX 79702

(915) 687-1166

July 31, 2001

Wells Fargo Bank, N.A.  
P.O. Box 1959  
Midland, Texas 79702

Attention: Dottie McLaughlin

Re: Oil and Gas Lease Lots 3,4 and S/2NW/4 Sec. 2, T-20-S, R-38-E,  
Lea County, NM., J.M. Armstrong Trust to Leonard Resources, Inc.

Gross Acres: 160  
Net Mineral Interest: 1/256  
Net Mineral Acres: .625

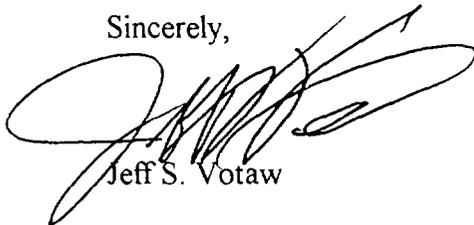
Dear Ms. McLaughlin:

As per our conversation the following is our offer to lease the above referenced Trust's minerals under the captioned sections.

- 1: A lease bonus of \$150.00 per net acre.
- 2: A one-fourth royalty.
- 3: A two-year paid-up lease

Please get back with me as soon as you can.

Sincerely,



Jeff S. Votaw



P.O. Box 11402, Midland, TX 79702

(915) 687-1166

July 17, 2001

Levy Brothers, LLC  
5715 N. Western  
Oklahoma City, Oklahoma 73118

Re: Oil and Gas Lease Lots 3, 4 and S/2NW/4 Sec. 2,  
T-20-S, R-38-E, Lea County, New Mexico

Gross Acres: 160  
Net Mineral Interest: 1/2560  
Net Mineral Acres: .0625

Gentlemen:

Our client is in the process of obtaining Oil and Gas Leases under the above captioned section. Our records indicate your interest is as shown above. The following is a formal offer to lease your interest.

- 1: A lease bonus of \$100.00 per net acre.
- 2: A one-fifth royalty.
- 3: A three- year primary term.

Please contact me as soon as possible regarding this off so that we might come to an acceptable agreement.

Sincerely,

Jeff S. Votaw



P.O. Box 11402, Midland, TX 79702

(915) 687-1166

August 15, 2001

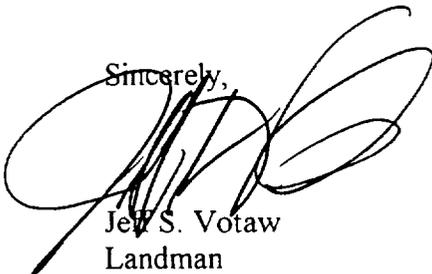
Levy Brothers, LLC  
5715 N. Western  
Oklahoma City, Oklahoma 73118

Re: Oil and Gas Lease Lots 3,4 and S/2NW/4 Sec. 2,  
T-20-S, R-38-E, Lea County, New Mexico.

Gentlemen:

On 07-17-2001 I sent you a letter requesting an Oil and Gas Lease under the above-described tract of land. As of today's date I have not heard from you. My client plans to drill a well sometime this fall. It would be in your company's best interest to lease your minerals rather than be force pooled. Please contact me at your earliest convenience so that we can come to an agreement. I look forward to hearing from you.

Sincerely,



Jew S. Votaw  
Landman



P.O. Box 11402, Midland, TX 79702

(915) 687-1166

July 17, 2001

Robert Joe Reichert  
2800 NW 34<sup>th</sup> St.  
Oklahoma City, Oklahoma 73112

Re: Oil and Gas Lease Lots 3 and 4 and S/2NW/4,  
T-20-S, R-38-E, Lea County, New Mexico.  
Myrtle L. Davis, Trust.

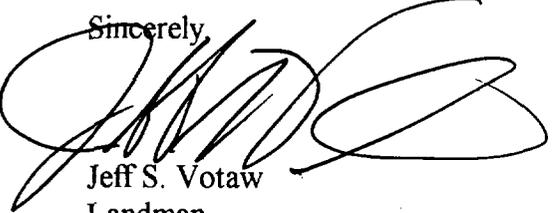
Dear Mr. Reichert:

Our client is in the process of obtaining Oil and Gas Leases under the above described in which our records indicate you own a  $\frac{1}{4}$  of  $\frac{1}{5120}$  mineral interest. The following is a formal offer to lease those minerals.

- 1: A lease bonus of \$100.00 per net acre.
- 2: A one-fifth royalty.
- 3: A three-year primary term.

Please contact me as soon as possible regarding this offer so that we might come to an acceptable agreement.

Sincerely



Jeff S. Votaw  
Landman