

JPAK, L.P.  
P.C. BOX 7201  
MIDLAND, TEXAS 79708

916-686-2027

FAX 915-686-2040

August 6, 2001

ARCO Permian  
P.O. Box 591  
Tulsa, OK 74102

RE: Change of Ownership  
Eddy County, New Mexico

Gentlemen:

Please find enclosed for your files a copy of a recorded Assignment of Overriding Royalty Interest from Jerry A. Weant, d/b/a BEVOIL, dealing in his sole and separate property, to JPAK, L.P., a Texas Limited Partnership, and a copy of a recorded Partition Agreement and Conveyance from Jerry A. Weant and wife, Pamela C. Weant, to Jerry A. Weant, d/b/a BEVOIL. Please change your records to reflect such transfer of interest for the following properties:

<u>Property No.:</u>	<u>DOI Number:</u>	<u>Property Name:</u>
69337100	00001	Bullseye
69349000	00001	Hilltop Fed
69361400	00002	Nasser Fed #1
69373800	00001	Sweet Thing #1
69373800	00002	Sweet Thing #1
69373800	00003	Sweet Thing #1
69373900	00001	Sweet Thing Fed #1
69373900	00002	Sweet Thing Fed #1
69373900	00003	Sweet Thing Fed #1
69374000	00001	Sweet Thing State 36
69374000	00002	Sweet Thing State 36

JPAK, L.P. hereby agrees to be bound by all the terms and provisions of those certain Division Orders previously executed by Jerry A. Weant, et ux, covering the captioned wells. Please do not suspend any revenues in the event you need new division orders. If this letter will not suffice for your records, please continue to pay under the original division of interest until you receive all required documentation. Thank you for your cooperation in this matter.

Yours very truly,  
Jerry A. Weant  
President of BEVOIL, Inc.,  
Managing General Partner

Tax ID:75-2942987

BEFORE THE OIL CONSERVATION  
DIVISION

Santa Fe, New Mexico

Case Nos. 12967 and 12968 Exhibit No. 3

Submitted by: Trilogy Operating Inc.

Hearing Date: January 9, 2003

ASSIGNMENT OF OVERRIDING ROYALTY INTEREST

STATE OF NEW MEXICO }  
COUNTY OF EDDY }

KNOW ALL MEN BY THESE PRESENTS, THAT:

WHEREAS, Jerry A. Weant, d/b/a BEVOIL, dealing in his sole and separate property, hereinafter "Assignor", whose address is P.O. Box 7201, Midland, Texas 79708, is the owner of an undivided Overriding Royalty Interest in the following lands, hereinafter "said lands", located in Eddy County, New Mexico, to wit:

T-21-S, R-22-E, NMPM

Section 25: All  
Section 26: E/2 and SW/4  
containing 1120.00 acres, more or less.

T-21-S, R-21-E, NMPM

Section 1: All  
containing 639.76 acres, more or less.

T-20 1/2-S, R-22-E, NMPM

Section 31: Lots 1, 2, 3, 4 & 5,  
SE/4 SW/4 and S/2 SE/4  
containing 233.79 acres,  
more or less.

T-21-S, R-22-E, NMPM

Section 6: Lots 3, 4, 5, 6 & 7, SE/4 NW/4,  
NE/4 SW/4 and SE/4 SW/4  
containing 241.09 acres,  
more or less.

T-20 1/3-S, R-21-E, NMPM

Section 36: Lots 1-4, S/2 S/2 (all)  
containing 265.80 acres, more or less.

NOW THEREFORE, for and in consideration of Ten Dollars (\$10.00) and other good and valuable consideration, the receipt and sufficiency of which is hereby acknowledged, Assignor does hereby bargain, convey, sell, transfer and assign unto JPAK, L.P., a Texas Limited Partnership, whose address is P.O. Box 7201, Midland, Texas 79708, hereinafter "Assignee", all of Assignor's undivided overriding royalty interest in and to said lease and said lands referenced hereinabove.

Said override shall be free of all development expenses; however, said override shall bear its proportionate share of all third party marketing expenses. Said override shall also bear and pay its portion of gross production taxes, pipeline taxes and all other taxes assessed against the gross production subject to said override. The provisions of this instrument shall be binding upon all successors and assigns of the Assignor and Assignee.

IN WITNESS WHEREOF, this instrument is executed this 6<sup>th</sup> day of July, 2001, but shall be effective as of June 1, 2001.

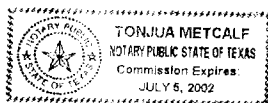
By: Jerry A. Weant, d/b/a BEVOIL

State of Texas  
County of Midland

The foregoing instrument was executed and acknowledged before me this 6<sup>th</sup> day of July, 2001, by Jerry A. Weant, d/b/a BEVOIL.

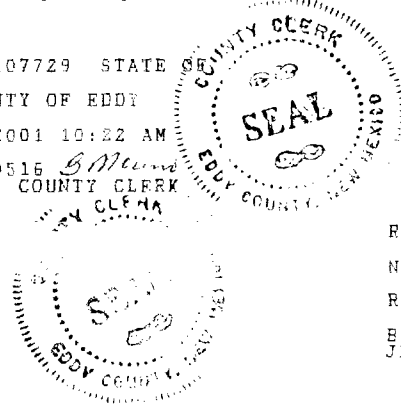
My Commission Expires:

Tonja Metcalf  
Notary Public



Assignments: Personal: Eddy County ORRI - JPAK

RECEPTION NO: 0107729 STATE OF  
NEW MEXICO, COUNTY OF EDDY  
RECORDED 07/23/2001 10:22 AM  
BOOK 0423 PAGE 0516  
JEAN ETCHEVERRY, COUNTY CLERK



JPAK LP  
Jerry Weant  
PO Box 7201  
Midland TX  
79708-7201

RECEPTION NO: 0108192 STATE OF  
NEW MEXICO, COUNTY OF EDDY  
RECORDED 08/02/2001 8:47 AM  
BOOK 0425 PAGE 0043  
JEAN ETCHEVERRY, COUNTY CLERK