

LAW OFFICES

LOSEE, CARSON & DICKERSON, P. A.

A. J. LOSEE
JOEL M. CARSON
CHAD DICKERSON
DAVID R. VANDIVER
ELIZABETH LOSEE
REBECCA DICKERSON

300 AMERICAN HOME BUILDING
P. O. DRAWER 239
ARTESIA, NEW MEXICO 88211-0239

AREA CODE 505
746-3508

November 5, 1984

Bureau of Land Management
P. O. Box 1397
Roswell, New Mexico 88201

Attention: Mr. Armando Lopez

Re: Proposed One Tree Unit Area
Chaves and Otero Counties, New Mexico

Gentlemen:

On behalf of Yates Petroleum Corporation, operator of the proposed captioned federal unit, application is hereby made for designation of the area as logically subject to development under a unit agreement, and for determination of the depth of the proposed test wells.

Submitted herewith for such purpose and preliminary consideration are the following:

1. Geological Report, including figures reflecting the location and topography, major structural features and aeromagnetic map and structural interpretation, and structure map of the top of the Rio Bonito Member of the San Andres formation and cross sections, substantiating the geological basis for this unit; and
2. An unexecuted copy of the proposed One Tree Unit Agreement, with Exhibit "A".

Based on this information submitted, Yates Petroleum Corporation states that unitization is necessary and advisable in the public interest, and your prompt consideration hereof is requested.

This unit consists of federal, state and fee lands and this agreement has been submitted for preliminary approval to the Commissioner of Public Lands of the State of New Mexico. In addition, hearing before the New Mexico Oil Conservation Division is set for November 14, 1984.

YATES PETROLEUM CORPORATION
Case No. 8355
11/14/84 Examiner Hearing
Exhibit No. 2

Bureau of Land Management
-2-

November 5, 1984

Please let us know if you need anything further in connection with this application.

Thank you.

Sincerely yours,

LOSEE, CARSON & DICKERSON, P.A.


Chad Dickerson

CD:pvm
Enclosures

cc: Ms. Kathy Colbert

LAW OFFICES

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300 AMERICAN HOME BUILDING
P. O. DRAWER 239
ARTESIA, NEW MEXICO 88211-0239

AREA CODE 505
746-3508

November 6, 1984

Commissioner of Public Lands
P. O. Box 1148
Santa Fe, New Mexico 87501

Attention: Mr. Pete Martinez

Re: Proposed One Tree Unit Area
Chaves and Otero Counties, New Mexico

Gentlemen:

On behalf of Yates Petroleum Corporation, operator of the proposed unit, application is hereby made for approval of the captioned unit agreement. In support hereof it is alleged:

- (a) That such agreement will tend to promote the conservation of oil and gas and the better utilization of reservoir energy;
- (b) That under the proposed unit operations, the State of New Mexico will receive its fair share of the recoverable oil and gas in place under its lands in the proposed unit area;
- (c) That each beneficiary institution of the State of New Mexico will receive its fair and equitable share of the recoverable oil and gas under its lands within the unit area; and
- (d) That such unit agreement is in other respects for the best interest of the State with respect to state lands.

Also submitted herewith for such purpose and preliminary consideration are the following:

1. Geological Report, including figures reflecting the location and topography, major structural features and aeromagnetic map and structural interpretation, and structure map of the top of the Rio Bonito Member of the San Andres formation and cross sections, substantiating the geological basis for this unit; and

YATES PETROLEUM CORPORATION
Case No. 8355
11/14/84 Examiner Hearing
Exhibit No. 3

Commissioner of Public Lands

November 6, 1984

-2-

2. An unexecuted copy of the proposed One Tree Unit Agreement, with Exhibit "A", for preliminary consideration. The Unit Agreement and Unit Operating Agreement are being circulated for execution by all parties.

Accompanying this application is the check of Yates Petroleum Corporation in the amount of \$8,430, representing \$30 for each section or fractional part thereof.

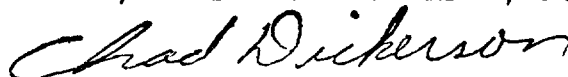
This proposed unit has been submitted for preliminary review to the Bureau of Land Management and hearing before the New Mexico Oil Conservation Division is set for November 14, 1984.

Please let us know if you need anything further in connection with this application.

Thank you.

Sincerely yours,

LOSEE, CARSON & DICKERSON, P.A.



Chad Dickerson

CD:pvm
Enclosures

cc: Ms. Kathy Colbert

Quintana

LAW OFFICES

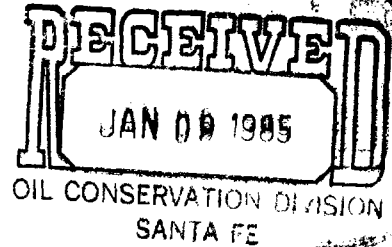
LOSEE, CARSON & DICKERSON, P. A.

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REBECCA DICKERSON

300 AMERICAN HOME BUILDING
P. O. DRAWER 239
ARTESIA, NEW MEXICO 88211-0239

AREA CODE 505
746-3508

January 7, 1985



Energy and Minerals Department
Oil Conservation Division
P. O. Box 2088
Santa Fe, New Mexico 87501

Re: One Tree Unit Area
Case No. 8355
11/14/84 Examiner Hearing

Gentlemen:

The application of Yates Petroleum Corporation in the captioned cause was taken under advisement November 14, 1984. At the request of the Bureau of Land Management, the following changes have been made in the proposed Unit boundaries:

Deleted:

Township 19 South, Range 14 East, N.M.P.M.

Section 21: Lots 9 through 16
Section 24: N/2

Township 19 South, Range 15 East, N.M.P.M.

Section 17: S/2

Added:

Township 19 South, Range 16 East, N.M.P.M.

Section 1: Lots 5 through 12
Section 9: All

Township 19 South, Range 17 East, N.M.P.M.

Section 6: Lots 1 through 5, SE/4 NW/4,
S/2 NE/4

A copy of revised Exhibit "B" to the Unit Agreement reflecting these changes will be sent to you shortly.

Energy and Minerals Department
-2-

January 7, 1985

Application for final approval is now being made to the New Mexico Commissioner of Public Lands and the Bureau of Land Management. As this approval must be received prior to February 1, 1985, your prompt attention to this matter will be greatly appreciated.

Thank you.

Sincerely yours,

LOSEE, CARSON & DICKERSON, P.A.

A handwritten signature in cursive script, appearing to read "Chad Dickerson".

Chad Dickerson

CD:pvm

cc: Commissioner of Public Lands
Bureau of Land Management
Ms. Kathy Colbert
Mr. Arthur Bowsher

Unit Name ONE TREE UNIT
 Operator Yates Petroleum Corporation
 County Chaves and Otero Counties, New Mexico

DATE	OCC CASE NO.	8355	EFFECTIVE DATE	TOTAL ACREAGE	STATE	FEDERAL	SEGREGATION	TERM
APPROVED	OCC ORDER NO.		176,946.47	19,336.34	134,095.79	23,514.35	Modified	5 yrs. & So Long as
CPL:								
OCD:								
BLM:								

UNIT AREA

TOWNSHIP 16 SOUTH, RANGE 15 East N.M.P.M.
 Sections 20 thru 29, Incl: All
 Sections 32 thru 36, Incl: All

TOWNSHIP 18 SOUTH, RANGE 14 East N.M.P.M.
 Sections 1 thru 3 Incl: All
 Sections 10 thru 16 Incl: All
 Sections 21 thru 29 Incl: All
 Sections 32 thru 36 Incl: All

TOWNSHIP 19 SOUTH, RANGE 15 East N.M.P.M.
 Sections 1 thru 12 Incl: All
 Section 17: N/2
 Section 18: Lots 1,2,3,4,E/2,E/2W/2

TOWNSHIP 16 SOUTH, RANGE 16 East N.M.P.M.
 Sections 9 and 10 Incl: All
 Sections 15 and 16 Incl: All
 Sections 19 thru 23 Incl: All
 Sections 25 thru 36 Incl: All

TOWNSHIP 18 SOUTH, RANGE 15 East N.M.P.M.
 Sections 1 thru 36 Incl: All

TOWNSHIP 18 SOUTH, RANGE 16 East N.M.P.M.
 Sections 1 thru 36 Incl: All

TOWNSHIP 19 SOUTH, RANGE 16 East N.M.P.M.
 Section 1: Lots 5,6,7,8,9,10,11,12
 Sections 2 thru 9 Incl: All
 Section 17: N/2
 Section 18: All

TOWNSHIP 17 SOUTH, RANGE 14 East N.M.P.M.
 Section 12: S/2S/2
 Section 13: All
 Sections 24 and 25 Incl: All
 Sections 35 and 36 Inc: All

TOWNSHIP 18 SOUTH, RANGE 17 East N.M.P.M.
 Sections 3 thru 10 Incl: All
 Sections 15 thru 22 Incl: All
 Sections 27 thru 34 Incl: All

TOWNSHIP 19 SOUTH, RANGE 17 East N.M.P.M.
 Section 6: Lots 1,2,3,4,5,S/2NE/4,SE/4NW/4

TOWNSHIP 17 SOUTH, RANGE 15 East N.M.P.M.
 Sections 1 thru 36 Incl: All

TOWNSHIP 19 SOUTH, RANGE 14 East N.M.P.M.
 Sections 1 thru 20 Incl: All
 Section 21: Lots 1,2,3,4,5,6,7,8
 Section 22: Lots 1,2,3,4,NW/4
 Section 23: N/2

TOWNSHIP 17 SOUTH, RANGE 16 East N.M.P.M.
 Sections 1 thru 36 Incl: All

Unit Name One Tree Unit
 Operator Yates Petroleum Corp
 County Chaves and Otero Counties, New Mexico

STATE TRACT NO.	LEASE NO.	INSTI-TUTION	SEC.	TWP.	RGE.	SUBSECTION	RATIFIED		ACREAGE NOT RATIFIED	LESSEE
							DATE	ACRES		
69	LG-2760-3	C. S.	10	16S	16E	SW $\frac{1}{4}$ NE $\frac{1}{4}$, S $\frac{1}{2}$ NW $\frac{1}{4}$, S $\frac{1}{2}$ Lots 1-4, S $\frac{1}{2}$ N $\frac{1}{2}$, S $\frac{1}{2}$	12/14/84	1,104.32		Marathon Oil Company
70	LG-2761-3	C. S.	25	16S	16E	SW $\frac{1}{4}$ NE $\frac{1}{4}$, NE $\frac{1}{4}$ NW $\frac{1}{4}$, NE $\frac{1}{2}$ SW $\frac{1}{4}$, SW $\frac{1}{2}$ SW $\frac{1}{4}$, SW $\frac{1}{4}$ SE $\frac{1}{4}$ SE $\frac{1}{2}$ SW $\frac{1}{4}$, S $\frac{1}{2}$ SE $\frac{1}{4}$ Lots 3, 4, 7	12/14/84	566.41		Marathon Oil Company
71	LG-2762-3	C. S.	36	16S	17E	Lot 1, NW $\frac{1}{4}$ NE $\frac{1}{4}$, SE $\frac{1}{2}$ NW $\frac{1}{4}$ ALL	12/14/84	640.00		Marathon Oil Company
72	LG-2763-3	C. S.	2	17S	16E	Lots 1-4, S $\frac{1}{2}$ NE $\frac{1}{4}$, E $\frac{1}{2}$ SE $\frac{1}{4}$ Lots 1-4, S $\frac{1}{2}$ N $\frac{1}{2}$, S $\frac{1}{2}$	12/14/84	1,196.97		Marathon Oil Company
73	LG-2764-3	C. S.	10	17S	16E	NW $\frac{1}{4}$ NE $\frac{1}{4}$, NE $\frac{1}{4}$ NW $\frac{1}{4}$, W $\frac{1}{2}$ SW $\frac{1}{4}$ SE $\frac{1}{4}$ NE $\frac{1}{4}$, SE $\frac{1}{2}$ SE $\frac{1}{4}$ N $\frac{1}{2}$ N $\frac{1}{2}$, SE $\frac{1}{4}$ NE $\frac{1}{4}$, S $\frac{1}{2}$ SW $\frac{1}{4}$, SW $\frac{1}{2}$ SE $\frac{1}{4}$, NE $\frac{1}{4}$ SE $\frac{1}{4}$ ALL	12/14/84	760.00		Marathon Oil Company
74	LG-2765-3	C. S.	14	17S	16E	ALL	12/14/84	1,280.00		Marathon Oil Company
75	LG-2766-3	C. S.	16	17S	16E	S $\frac{1}{2}$ ALL	12/14/84	960.00		Marathon Oil Company
76	LG-2763-3	C. S.	22	17S	16E	ALL	12/14/84	1,280.00		Marathon Oil Company
77	LG-2768-3	C. S.	28	17S	16E	ALL	12/14/84	640.00		Marathon Oil Company
78	LG-2769-3	C. S.	2	18S	16E	Lots 1-4, S $\frac{1}{2}$ N $\frac{1}{2}$, S $\frac{1}{2}$ Lots 1, 3, 4, S $\frac{1}{2}$ N $\frac{1}{2}$, S $\frac{1}{2}$ Lots 1, 2, S $\frac{1}{2}$ N $\frac{1}{2}$, S $\frac{1}{2}$ ALL	12/14/84	1,231.27		Marathon Oil Company
79	LG-2770-3	C. S.	9	18S	16E	ALL	12/14/84	1,199.17		Marathon Oil Company
80	LG-2771-3	C. S.	10	18S	16E	ALL	12/14/84	1,280.00		Marathon Oil Company
81	LG-2772-3	C. S.	2	19S	16E	Lots 1-4, S $\frac{1}{2}$ N $\frac{1}{2}$, S $\frac{1}{2}$ ALL	12/14/84	638.20		Gulf Oil Corporation
82	LG-4767-1	C. S.	32	18S	17E	S $\frac{1}{2}$ ALL		640.00		Getty Oil Company
83	LG-9176	C. S.	11	18S	16E	S $\frac{1}{2}$ ALL		640.00		Liberty Petroleum Corp.
84	LG-9411	C. S.	9	16S	16E	ALL				Marathon Oil Company
85	LH-374	C. S.	13	17S	16E	ALL	12/14/84	640.00		Marathon Oil Company

Unit Name One Tree Unit
 Operator Yates Petroleum Corp.
 County Chaves and Otero Counties, New Mexico

STATE TRACT NO.	LEASE NO.	INSTI-TUTION	SEC.	TWP.	RGE.	SUBSECTION	RATIFIED		ACREAGE	LESSEE
							DATE	ACRES		
86	LH-375	C. S.	23	17S	16E	ALL	12/14/84	640.00		Marathon Oil Company
87	LH-376	C. S.	24	17S	16E	ALL			640.00	Getty Oil Company
88	LH-377	C. S.	25	17S	16E	ALL	12/14/84	640.00		Marathon Oil Company
89	LH-378	C. S.	26	17S	16E	ALL	12/14/84	640.00		Marathon Oil Company
90	LH-379	C. S.	36	17S	16E	ALL			640.00	Getty Oil Company
91	LH-380	C. S.	16	18S	17E	ALL			640.00	Getty Oil Company

Unit Name ONE TREE UNIT
 Operator Yates Petroleum Corporation
 County Chaves and Otero Counties, New Mexico

B-15

DATE APPROVED: APRIL 15, 1985
 OCC CASE NO. 8355
 OCC ORDER NO. R-7782
 EFFECTIVE DATE: APRIL 5, 1985
 TOTAL ACREAGE: 177,791.80
 STATE: 19,331.49
 FEDERAL: 134,368.24
 FEE: 24,092.07
 SEGREGATION CLAUSE: Modified 5 yrs. & 50 Long as

CPL: APRIL 15, 1985
 OCD: JANUARY 17, 1985
 BIM: APRIL 5, 1985

TERMINATED
 APR: 9-12-86 Effective 7-7-86

UNIT AREA 2 DAY HOLES - HIND WELL WAS NOT TIMELY DRILLED

TOWNSHIP 16 SOUTH, RANGE 15 East N.M.P.M
 Sections 20 thru 29, Incl: All
 Sections 32 thru 36, Incl: All
TOWNSHIP 18 SOUTH, RANGE 14 East N.M.P.M.
 Sections 1 thru 3 Incl: All
 Sections 10 thru 16 Incl: All
 Sections 21 thru 29 Incl: All
 Sections 32 thru 36 Incl: All
TOWNSHIP 19 SOUTH, RANGE 15 East N.M.P.M.
 Sections 1 thru 12 Incl: All
 Section 17: N/2
 Section 18: Lots 1,2,3,4,E/2,E/2W/2

TOWNSHIP 16 SOUTH, RANGE 16 East N.M.P.M
 Sections 9 and 10 Incl: All
 Sections 15 and 16 Incl: All
 Sections 19 thru 23 Incl: All
 Sections 25 thru 36 Incl: All
TOWNSHIP 18 SOUTH, RANGE 15 East N.M.P.M
 Sections 1 thru 36 Incl: All
TOWNSHIP 19 SOUTH, RANGE 16 East N.M.P.M.
 Section 1: Lots 5,6,7,8,9,10,11,12
 Sections 2 thru 9 Incl: All
 Section 17: N/2
 Section 18: All

TOWNSHIP 17 SOUTH, RANGE 14 East N.M.P.M
 Section 13: All
 Sections 24 and 25 Incl: All
 Sections 35 and 36 Inc: All
TOWNSHIP 18 SOUTH, RANGE 17 East N.M.P.M.
 Sections 3 thru 10 Incl: All
 Sections 15 thru 22 Incl: All
 Sections 27 thru 34 Incl: All

TOWNSHIP 17 SOUTH, RANGE 15 East N.M.P.M.
 Sections 1 thru 36 Incl: All
TOWNSHIP 19 SOUTH, RANGE 14 East N.M.P.M.
 Sections 1 thru 20 Incl: All
 Section 21: Lots 1,2,3,4,5,6,7,8
 Section 22: Lots 1,2,3,4,NW/4
 Section 23: N/2

TERMINATED
EFFECTIVE DATE 7-7-86
 App: 9-12-86

Unit Name One Tree Unit
 Operator Yates Petroleum Corp
 County Chaves and Otero Counties, New Mexico

STATE TRACT NO.	LEASE NO.	INSTI-TUTION	SEC.	TWP.	RGE.	SUBSECTION	RATIFIED		ACREAGE NOT RATIFIED	LESSEE
							DATE	ACRES		
69	LG-2760-3	C. S.	10	16S	16E	SW $\frac{1}{4}$ NE $\frac{1}{4}$, S $\frac{1}{2}$ NW $\frac{1}{4}$, S $\frac{1}{2}$ Lots 1-4, S $\frac{1}{2}$ N $\frac{1}{2}$, S $\frac{1}{2}$	12/14/84	1,104.32		Marathon Oil Company
70	LG-2761-3	C. S.	25	16S	16E	SW $\frac{1}{4}$ NE $\frac{1}{4}$, NE $\frac{1}{4}$ NW $\frac{1}{4}$, NE $\frac{1}{4}$ SW $\frac{1}{4}$, SW $\frac{1}{4}$ SW $\frac{1}{4}$, SW $\frac{1}{4}$ SE $\frac{1}{4}$ SE $\frac{1}{4}$ SW $\frac{1}{4}$, S $\frac{1}{2}$ SE $\frac{1}{4}$ Lots 3,4,7	12/14/84	566.41	640.00	Marathon Oil Company
71	LG-2762-3	C. S.	36	16S	16E	Lot 1, NW $\frac{1}{4}$ NE $\frac{1}{4}$, SE $\frac{1}{4}$ NW $\frac{1}{4}$ ALL	12/14/84	640.00		Marathon Oil Company
72	LG-2763-3	C. S.	2	17S	16E	Lots 1-4, S $\frac{1}{2}$ NE $\frac{1}{4}$, E $\frac{1}{2}$ SE $\frac{1}{4}$ Lots 1-4, S $\frac{1}{2}$ N $\frac{1}{2}$, S $\frac{1}{2}$	12/14/84	1,196.97		Marathon Oil Company
73	LG-2764-3	C. S.	10	17S	16E	Lots 2-4, SW $\frac{1}{4}$ NW $\frac{1}{4}$, N $\frac{1}{2}$ SW $\frac{1}{4}$ NW $\frac{1}{4}$ NE $\frac{1}{4}$, NE $\frac{1}{4}$ NW $\frac{1}{4}$, W $\frac{1}{2}$ N $\frac{1}{2}$, E $\frac{1}{2}$ SE $\frac{1}{4}$ SE $\frac{1}{4}$ NE $\frac{1}{4}$, SE $\frac{1}{4}$ SE $\frac{1}{4}$ N $\frac{1}{2}$ N $\frac{1}{2}$, SE $\frac{1}{4}$ NE $\frac{1}{4}$, S $\frac{1}{2}$ SW $\frac{1}{4}$, SW $\frac{1}{4}$ SE $\frac{1}{4}$, NE $\frac{1}{4}$ SE $\frac{1}{4}$ ALL	12/14/84	760.00		Marathon Oil Company
74	LG-2765-3	C. S.	14	17S	16E	ALL	12/14/84	1,280.00		Marathon Oil Company
75	LG-2766-3	C. S.	16	17S	16E	S $\frac{1}{2}$ ALL	12/14/84	960.00		Marathon Oil Company
76	LG-2767-3	C. S.	22	17S	16E	ALL	12/14/84	1,280.00		Marathon Oil Company
77	LG-2768-3	C. S.	28	17S	16E	ALL	12/14/84	640.00		Marathon Oil Company
78	LG-2769-3	C. S.	2	18S	16E	Lots 1-4, S $\frac{1}{2}$ N $\frac{1}{2}$, S $\frac{1}{2}$ Lots 1,3,4, S $\frac{1}{2}$ N $\frac{1}{2}$, S $\frac{1}{2}$	12/14/84	1,231.27		Marathon Oil Company
79	LG-2770-3	C. S.	4	18S	16E	Lots 1,2, S $\frac{1}{2}$ N $\frac{1}{2}$, S $\frac{1}{2}$ ALL	12/14/84	1,199.17		Marathon Oil Company
80	LG-2771-3	C. S.	10	18S	16E	ALL	12/14/84	1,280.00		Marathon Oil Company
81	LG-2772-3	C. S.	2	19S	16E	Lots 1-4, S $\frac{1}{2}$ N $\frac{1}{2}$, S $\frac{1}{2}$ ALL	12/14/84	638.20		Gulf Oil Corporation
82	LG-4767-1	C. S.	32	18S	17E	ALL	2/11/85	640.00		Getty Oil Company
83	LG-9176	C. S.	11	18S	16E	S $\frac{1}{2}$		640.00		Liberty Petroleum Corp.
84	LG-9411	C. S.	9	16S	16E	ALL		640.00		Marathon Oil Company
85	LH-374	C. S.	13	17S	16E	ALL	12/14/84	640.00		Marathon Oil Company

TERMINATED
 EFFECTIVE DATE 7.2.86
 Appr: 9/2-86

Unit Name One Tree Unit
 Operator Yates Petroleum Corp.
 County Chaves and Otero Counties, New Mexico

STATE TRACT NO.	LEASE NO.	INSTI-TUTION	SEC.	TWP.	RGE.	SUBSECTION	RATIFIED DATE	ACRES	ACREAGE NOT RATIFIED	LESSEE
86	LH-375	C. S.	23	17S	16E	ALL	12/14/84	640.00		Marathon Oil Company
87	LH-376	C. S.	24	17S	16E	A11			640.00	Getty Oil Company
88	LH-377	C. S.	25	17S	16E	A11	12/14/84	640.00		Marathon Oil Company
89	LH-378	C. S.	26	17S	16E	A11				Marathon Oil Company
90	LH-379	C. S.	36	17S	16E	A11	12/14/84	640.00		Getty Oil Company
91	LH-380	C. S.	16	18S	17E	A11			640.00	Getty Oil Company
114	UNLEASED	C. S.	2	19S	15E	Lots 1,2,4,SE/4SE/4			159.95	



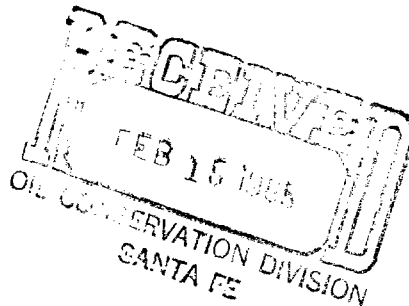
207 SOUTH FOURTH STREET
ARTESIA, NEW MEXICO 88210
TELEPHONE (505) 748-1331

S. P. YATES
PRESIDENT
MARTIN YATES, III
VICE PRESIDENT
JOHN A. YATES
VICE PRESIDENT
B. W. HARPER
SEC.-TREAS.

February 11, 1985

New Mexico Oil Conservation Division
P. O. Box 2088
Santa Fe, New Mexico 87501

Attention: R. L. Stamets



Case 8355

Re: One Tree Unit
Chaves and Otero Counties,
New Mexico

Gentlemen:

We have made some slight revisions at the request of the Bureau of Land Management. Accordingly, enclosed for your files are three (3) copies of Exhibit A and B.

We understand from the BLM that their approval is forthcoming.

Please advise if you require anything further from us since the total acreage and unit outline has changed slightly.

Thank you.

Very truly yours,

YATES PETROLEUM CORPORATION

Kathy H. Colbert
Kathy H. Colbert
Landman

KHC/mw

Enclosures

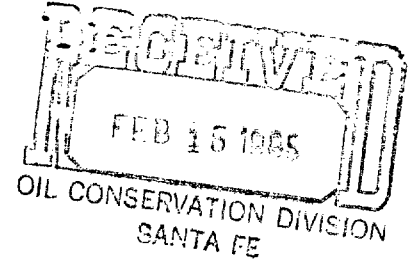


207 SOUTH FOURTH STREET
ARTESIA, NEW MEXICO 88210
TELEPHONE (505) 748-1331

S. P. YATES
PRESIDENT
MARTIN YATES, III
VICE PRESIDENT
JOHN A. YATES
VICE PRESIDENT
B. W. HARPER
SEC. TREAS.

February 13, 1985

New Mexico Oil Conservation Division
P. O. Box 2088
Santa Fe, New Mexico 87501



Attention: Mr. R. L. Stamets

Re: One Tree Unit
Chaves and Otero Counties,
New Mexico

Gentlemen:

We have just been informed of a change in the lessee of record under Tracts Nos. 60 and 68. The assignment into Chieftain International, Inc. on Tract 60 has already been approved, and the assignment into Chieftain on Tract 68 was filed at the same time and will be approved at any time. Therefore, I enclose three (3) copies of revised pages 14 and 15 to Exhibit B of the captioned agreements. Please substitute these two pages into your copies of the exhibit.

Should you have any questions, please contact me.

Thank you.

Very truly yours,

YATES PETROLEUM CORPORATION

Kathy H. Colbert
Landman

KHC/mw

Enclosures

ONE TREE UNIT

TRACT NO.	DESCRIPTION	ACRFS	LEASE NO & EXP. DATE	ROYALTY	JESSEE OF RECORD	OVERRIDE OR PRO-DUCTION PAYMENT	WORKING INTEREST OWNER
55	T17S-R15E 21: N4NE, SW4NW, W4SW, S4SW, SW4SE 28: N4NE, SE4NE, N4SW4NE, N4SE4NW, S4SE4SW, E4NE4SE, S4SE, W4SW 29: W4, W4SE, SE4SE 30: Lots 3, 4, E4W4, N4NE, N4SE4SE 31: N4SE4NE 32: All	2252.57	NM-38152 3/1/91	.125	Abo Petroleum Corporation	1.000	Abo Petroleum Corporation 1.000
56	T17S-R15E 6: Lots 1, 2, 3, 6, S4NE, E4SE, SE4NW 7: Lots 1, 2, N4NE, SW4NE, N4SE4NE, N4SE4NE, E4NW, E4NE4SW, E4SE4SE4SW, W4SW4SE, SE4SE4SE 17: S4 18: Lots 2, 3, 4, NW4NE, E4NE4NW, SE4SE4 19: Lot 2, NE4, E4SE 20: N4NE, W4	1957.80	NM-38153 7/1/91	.125	Peggy A. Yates	1.000	Peggy A. Yates 1.000
57	T18S-R16E 12: NE4 13: Lots 1-16 15: S4, NW4 21: W4, W4E, E4SE, SE4NE 28: W4, E4SE, SE4NE, W4E T17S-R16E 35: S4SE4	2493.96	NM-42865 8/1/91	.125	Diamond Shamrock Corporation	1.000	Deidra Pozez Robert L. Thornton .0150 Diamond Shamrock Corporation 1.000
58	T19S-R17E 6: Lots 1-5, SE4NW, S4NE4	203.49	NM-43977 5/1/92	.125	Chieftain International, Inc.	1.000	Shamrock Investment Company K & J Investment Company Michael L. Pinnell .0050 .0200 .0050 Chieftain International, Inc. 1.000
59	T16S-R16E 19: Lot 2, SE4NW, S4SE4	160.00	NM-43981 5/1/92	.125	Fortune Oil Company Chieftain International, Inc.	.500 .500	Shamrock Investment Company K & J Investment Company Michael L. Pinnell .0200 .0050 Fortune Oil Company Chieftain International, Inc. .500 .500
60	T18S-R16E 33: All T19S-R16E 1: Lots 5-12 3: Lots 1-4, S4N, SE4 4: Lots 1-4, S4N, SW4 9: W4, W4E4	2318.09	NM-43982 5/1/92	.125	Chieftain International, Inc.	1.000	Shamrock Investment Company K & J Investment Company Michael L. Pinnell .0050 .0200 .0050 Chieftain International, Inc. 1.000

TRACT NO.	DESCRIPTION	ACRES	LEASE NO & EXP. DATE	ROYALTY	LESSEE OF RECORD	OVERRIDE OR PRODUCTION PAYMENT	WORKING INTEREST OWNER
55	T17S-R15E 21: N ¹ / ₂ N ¹ / ₂ , SW ¹ / ₄ NW ¹ / ₄ , W ¹ / ₂ SW ¹ / ₄ , SE ¹ / ₄ SW ¹ / ₄ , SW ¹ / ₄ SE ¹ / ₄ 28: N ¹ / ₂ N ¹ / ₂ , SE ¹ / ₄ NE ¹ / ₄ , N ¹ / ₂ SW ¹ / ₄ NE ¹ / ₄ , N ¹ / ₂ SE ¹ / ₄ NW ¹ / ₄ , S ¹ / ₂ SE ¹ / ₄ SW ¹ / ₄ , E ¹ / ₂ NE ¹ / ₄ SE ¹ / ₄ , S ¹ / ₂ SE ¹ / ₄ , W ¹ / ₂ SW ¹ / ₄ 29: W ¹ / ₂ , W ¹ / ₂ SE ¹ / ₄ , SE ¹ / ₄ SE ¹ / ₄ 30: Lots 3, 4, E ¹ / ₂ W ¹ / ₂ , N ¹ / ₂ NE ¹ / ₄ , N ¹ / ₂ SE ¹ / ₄ SE ¹ / ₄ 31: N ¹ / ₂ SE ¹ / ₄ NE ¹ / ₄ 32: All	2252.57	NM-38152 3/1/91	.125	Abo Petroleum Corporation	1.000	Abo Petroleum Corporation 1.000
56	T17S-R15E 6: Lots 1, 2, 3, 6, S ¹ / ₂ NE ¹ / ₄ , E ¹ / ₂ SE ¹ / ₄ , SE ¹ / ₄ NW ¹ / ₄ 7: Lots 1, 2, N ¹ / ₂ NE ¹ / ₄ , SW ¹ / ₄ NE ¹ / ₄ , N ¹ / ₂ SE ¹ / ₄ NE ¹ / ₄ , N ¹ / ₂ SE ¹ / ₄ NE ¹ / ₄ , E ¹ / ₂ NW ¹ / ₄ , E ¹ / ₂ NE ¹ / ₄ SW ¹ / ₄ , E ¹ / ₂ E ¹ / ₂ SE ¹ / ₄ SW ¹ / ₄ , W ¹ / ₂ SW ¹ / ₄ SE ¹ / ₄ , SE ¹ / ₄ SW ¹ / ₄ SE ¹ / ₄ , SE ¹ / ₄ SE ¹ / ₄ 17: S ¹ / ₂ 18: Lots 2, 3, 4, NW ¹ / ₄ NE ¹ / ₄ , E ¹ / ₂ NE ¹ / ₄ NW ¹ / ₄ , SE ¹ / ₄ SE ¹ / ₄ 19: Lot 2, NE ¹ / ₄ , E ¹ / ₂ SE ¹ / ₄ 20: N ¹ / ₂ NE ¹ / ₄ , W ¹ / ₂	1957.80	NM-38153 7/1/91	.125	Peggy A. Yates	1.000	Peggy A. Yates 1.000
57	T18S-R16E 12: NE ¹ / ₄ 13: Lots 1-16 15: S ¹ / ₂ , NW ¹ / ₄ 21: W ¹ / ₂ , W ¹ / ₂ E ¹ / ₄ , E ¹ / ₂ SE ¹ / ₄ , SE ¹ / ₄ NE ¹ / ₄ 28: W ¹ / ₂ , E ¹ / ₂ SE ¹ / ₄ , SE ¹ / ₄ NE ¹ / ₄ , W ¹ / ₂ E ¹ / ₄ T17S-R16E 35: S ¹ / ₂ SE ¹ / ₄	2493.96	NM-42865 8/1/91	.125	Diamond Shamrock Corporation	1.000	Deirda Pozez Robert L. Thornton .0150 Diamond Shamrock Corporation 1.000 .0150
58	T19S-R17E 6: Lots 1-5, SE ¹ / ₄ NW ¹ / ₄ , S ¹ / ₂ NE ¹ / ₄	203.49	NM-43977 5/1/92	.125	Chieftain International, Inc.	1.000	Shamrock Investment Company K & J Investment Company Michael L. Pinnell .0050 .0200 .0050 Chieftain International, Inc. 1.000
59	T16S-R16E 19: Lot 2, SE ¹ / ₄ NW ¹ / ₄ , S ¹ / ₂ SE ¹ / ₄	160.00	NM-43981 5/1/92	.125	Fortune Oil Company Chieftain International, Inc.	.500 .500	Fortune Oil Company .500 Chieftain International, Inc. .500
60	T18S-R16E 33: All T19S-R16E 1: Lots 5-12 3: Lots 1-4, S ¹ / ₂ N ¹ / ₂ , SE ¹ / ₄ 4: Lots 1-4, S ¹ / ₂ N ¹ / ₂ , SW ¹ / ₄ 9: W ¹ / ₂ , W ¹ / ₂ E ¹ / ₄	2318.09	NM-43982 5/1/92	.125	Chieftain International, Inc.	1.000	Shamrock Investment Company K & J Investment Company Michael L. Pinnell .0050 .0200 .0050 Chieftain International, Inc. 1.000

ONE TREE UNIT		LEASE NO &		LESSEE OF RECORD		OVERRIDE OR PRO- DUCTON PAYMENT		WORKING INTEREST		
TRACT NO.	DESCRIPTION	ACRES	EXP. DATE	ROYALTY					OWNER	
55	T17S-R15E 21: N4N4, SW4NW4, W4SW4, SE4SW4, SW4SE4 28: N4N4, SE4NE4, N4SW4NE4, N4SE4NW4, S4SE4SW4, E4NE4SE4, S4SE4, W4SW4 29: W4, W4SE4, SE4SE4 30: Lots 3, 4, E4W4, N4NE4, N4SE4SE4 31: N4S4NE4 32: All	2252.57	NM-38152 3/1/91	.125	Abo Petroleum Corporation	1.000			Abo Petroleum Corporation	1.000
56	T17S-R15E 6: Lots 1, 2, 3, 6, S4NE4, E4SE4, SE4NW4 7: Lots 1, 2, N4NE4, SW4NE4, N4SE4NE4, N4S4SE4NE4, E4NW4, E4NE4SW4, E4E4SE4SW4, W4SW4SE4, SE4SW4SE4, SE4SE4 17: S4 18: Lots 2, 3, 4, NW4NE4, E4NE4NW4, SE4SE4 19: Lot 2, NE4, E4SE4 20: N4NE4, W4	1957.80	NM-38153 7/1/91	.125	Peggy A. Yates	1.000			Peggy A. Yates	1.000
57	T18S-R16E 12: NE4 13: Lots 1-16 15: S4, NW4 21: W4, W4E4, E4SE4, SE4NE4 28: W4, E4SE4, SE4NE4, W4E4 T17S-R16E 35: S4SE4	2493.96	NM-42865 8/1/91	.125	Diamond Shamrock Corporation	1.000			Dendra Pozez Robert L. Thornton	.0150 .0150
58	T19S-R17E 6: Lots 1-5, SE4NW4, S4NE4	203.49	NM-43977 5/1/92	.125	Chieftain International, Inc.	1.000			Shamrock Investment Company K & J Investment Company Michael L. Pinnell	.0050 .0200 .0050
59	T16S-R16E 19: Lot 2, SE4NW4, S4SE4	160.00	NM-43981 5/1/92	.125	Fortune Oil Company Chieftain International, Inc.	.500 .500			Shamrock Investment Company K & J Investment Company Michael L. Pinnell	.0050 .0200 .0050
60	T18S-R16E 33: All T19S-R16E 1: Lots 5-12 3: Lots 1-4, S4N4, SE4 4: Lots 1-4, S4N4, SW4 9: W4, W4E4	2318.09	NM-43982 5/1/92	.125	Chieftain International, Inc.	1.000			Shamrock Investment Company K & J Investment Company Michael L. Pinnell	.0050 .0200 .0050

TRACT NO.	DESCRIPTION	ACRES	LEASE NO & EXP. DATE	ROYALTY	LESSEE OF RECORD	OVERRIDE OR PRODUCTION PAYMENT	WORKING INTEREST OWNER
61	T17S-R16E 19: SE $\frac{1}{4}$ NW $\frac{1}{4}$	40.00	NM-46847 6/1/92	.125	Robert W. Hanagan	1.000	Robert W. Hanagan
62	T19S-R14E 22: Lots 1-4, NW $\frac{1}{4}$ 23: N $\frac{1}{2}$	640.00	NM-44820 7/1/92	.125	Lane Lasrich	1.000	Lane Lasrich
63	T18S-R14E 3: SE $\frac{1}{4}$, E $\frac{1}{2}$ SW $\frac{1}{4}$ 10: Lots 1-8, N $\frac{1}{2}$ 15: Lots 1-6, NE $\frac{1}{4}$ 16: E $\frac{1}{2}$ NE $\frac{1}{4}$, SW $\frac{1}{4}$ NE $\frac{1}{4}$, SE $\frac{1}{4}$, E $\frac{1}{2}$ SW $\frac{1}{4}$, SW $\frac{1}{4}$ SW $\frac{1}{4}$	1680.00	NM-45320 7/1/92	.125	Whiting Petroleum Corporation	1.000	Whiting Petroleum Corporation
64	T18S-R15E 5: Lots 1-4, S $\frac{1}{2}$ N $\frac{1}{2}$, SE $\frac{1}{4}$, E $\frac{1}{2}$ SW $\frac{1}{4}$	560.00	NM-45639 7/1/92	.125	Fortune Oil Company Chieftain International, Inc.	.500 .500	Fortune Oil Company .0050 Chieftain International, Inc. .0200 .0050
65	T17S-R14E 13: Lots 1-8, SW $\frac{1}{4}$	480.00	NM-45425 9/1/92	.125	Whiting Petroleum Corporation	1.000	Whiting Petroleum Corporation
66	T16S-R15E 23: Lots 1-8, S $\frac{1}{2}$ 24: Lots 1-8, N $\frac{1}{2}$ S $\frac{1}{2}$, S $\frac{1}{2}$ SW $\frac{1}{4}$ 25: NW $\frac{1}{4}$, SE $\frac{1}{4}$, SE $\frac{1}{4}$ NE $\frac{1}{4}$	1560.00	NM-45429 9/1/92	.125	Rocky Mountain Exploration Company	1.000	Rocky Mountain Exploration Company
67	T17S-R14E 24: Lots 1-14 25: Lots 1-6	800.00	NM-45430 10/1/92	.125	Rocky Mountain Exploration Company	1.000	Rocky Mountain Exploration Company
68	T18S-R14E 16: N $\frac{1}{2}$ N $\frac{1}{2}$ N $\frac{1}{2}$ NW $\frac{1}{4}$, SE $\frac{1}{4}$ NE $\frac{1}{4}$ NW $\frac{1}{4}$, S $\frac{1}{2}$ NW $\frac{1}{4}$ NE $\frac{1}{4}$, NE $\frac{1}{4}$ NW $\frac{1}{4}$ NE $\frac{1}{4}$, E $\frac{1}{2}$ SE $\frac{1}{4}$ NW $\frac{1}{4}$, SW $\frac{1}{4}$ SE $\frac{1}{4}$ NW $\frac{1}{4}$, E $\frac{1}{2}$ SE $\frac{1}{4}$ SW $\frac{1}{4}$ NW $\frac{1}{4}$, S $\frac{1}{2}$ SW $\frac{1}{4}$ NW $\frac{1}{4}$ SW $\frac{1}{4}$, NE $\frac{1}{4}$ NE $\frac{1}{4}$ NW $\frac{1}{4}$ SW $\frac{1}{4}$, S $\frac{1}{2}$ NE $\frac{1}{4}$ NW $\frac{1}{4}$ SW $\frac{1}{4}$, SE $\frac{1}{4}$ NW $\frac{1}{4}$ SW $\frac{1}{4}$, N $\frac{1}{2}$ NW $\frac{1}{4}$ NW $\frac{1}{4}$ NE $\frac{1}{4}$ 21: S $\frac{1}{2}$ SE $\frac{1}{4}$ SE $\frac{1}{4}$ NE $\frac{1}{4}$, NW $\frac{1}{4}$ SE $\frac{1}{4}$ NE $\frac{1}{4}$ 22: NE $\frac{1}{4}$ SE $\frac{1}{4}$ NW $\frac{1}{4}$, N $\frac{1}{2}$ SW $\frac{1}{4}$ NE $\frac{1}{4}$, SE $\frac{1}{4}$ SW $\frac{1}{4}$ NE $\frac{1}{4}$, NW $\frac{1}{4}$ NE $\frac{1}{4}$	217.50	NM-47033 11/1/92	.125	Chieftain International, Inc.	1.000	Chieftain International, Inc. .0050 Shamrock Investment Company K & J Investment Company Michael L. Pinnell .0200 .0050

REVISED 11/13/84
11/30/84
12/10/84
1/03/85
1/31/85
2/12/85

TRACT NO.	DESCRIPTION	ACRES	LEASE NO & EXP. DATE	ROYALTY	LESSEE OF RECORD	OVERRIDE OR PRODUCTION PAYMENT	WORKING INTEREST OWNER
61	T17S-R16E 19: SE $\frac{1}{4}$ NW $\frac{1}{4}$	40.00	NM-46847 6/1/92	.125	Robert W. Hanagan	1.000	Robert W. Hanagan
62	T19S-R14E 22: Lots 1-4, NW $\frac{1}{4}$ 23: N $\frac{1}{2}$	640.00	NM-44820 7/1/92	.125	Lane Lasrich	1.000	Lane Lasrich
63	T18S-R14E 3: SE $\frac{1}{4}$, E $\frac{1}{2}$ SW $\frac{1}{4}$ 10: Lots 1-8, N $\frac{1}{2}$ 15: Lots 1-6, NE $\frac{1}{4}$ 16: E $\frac{1}{2}$ NE $\frac{1}{4}$, SW $\frac{1}{4}$ NE $\frac{1}{4}$, SE $\frac{1}{4}$, E $\frac{1}{2}$ SW $\frac{1}{4}$, SW $\frac{1}{4}$ SW $\frac{1}{4}$	1680.00	NM-45320 7/1/92	.125	Whiting Petroleum Corporation	1.000	Whiting Petroleum Corporation
64	T18S-R15E 5: Lots 1-4, S $\frac{1}{2}$ N $\frac{1}{2}$, SE $\frac{1}{4}$, E $\frac{1}{2}$ SW $\frac{1}{4}$	560.00	NM-45639 7/1/92	.125	Fortune Oil Company Chieftain International, Inc.	.500 .500	Fortune Oil Company Chieftain International, Inc.
65	T17S-R14E 13: Lots 1-8, SW $\frac{1}{4}$	480.00	NM-45425 9/1/92	.125	Whiting Petroleum Corporation	1.000	Whiting Petroleum Corporation
66	T16S-R15E 23: Lots 1-8, S $\frac{1}{2}$ 24: Lots 1-8, N $\frac{1}{2}$ S $\frac{1}{2}$, S $\frac{1}{2}$ SW $\frac{1}{4}$ 25: NW $\frac{1}{4}$, SE $\frac{1}{4}$, SE $\frac{1}{4}$ NE $\frac{1}{4}$	1560.00	NM-45429 9/1/92	.125	Rocky Mountain Exploration Company	1.000	Rocky Mountain Exploration Company
67	T17S-R14E 24: Lots 1-14 25: Lots 1-6	800.00	NM-45430 10/1/92	.125	Rocky Mountain Exploration Company	1.000	Rocky Mountain Exploration Company
68	T18S-R14E 16: N $\frac{1}{2}$ N $\frac{1}{2}$ N $\frac{1}{2}$ NW $\frac{1}{4}$, SE $\frac{1}{4}$ NE $\frac{1}{4}$ NW $\frac{1}{4}$, S $\frac{1}{2}$ NW $\frac{1}{4}$ NE $\frac{1}{4}$, NE $\frac{1}{4}$ NW $\frac{1}{4}$ NE $\frac{1}{4}$, E $\frac{1}{2}$ SE $\frac{1}{4}$ NW $\frac{1}{4}$, SW $\frac{1}{4}$ SE $\frac{1}{4}$ NW $\frac{1}{4}$, E $\frac{1}{2}$ SE $\frac{1}{4}$ SW $\frac{1}{4}$ NW $\frac{1}{4}$, S $\frac{1}{2}$ SW $\frac{1}{4}$ NW $\frac{1}{4}$ SW $\frac{1}{4}$, NE $\frac{1}{4}$ NE $\frac{1}{4}$ NW $\frac{1}{4}$ SW $\frac{1}{4}$, S $\frac{1}{2}$ NE $\frac{1}{4}$ NW $\frac{1}{4}$ SW $\frac{1}{4}$, SE $\frac{1}{4}$ NW $\frac{1}{4}$ SW $\frac{1}{4}$, N $\frac{1}{2}$ NW $\frac{1}{4}$ NW $\frac{1}{4}$ NE $\frac{1}{4}$ 21: S $\frac{1}{2}$ SE $\frac{1}{4}$ SE $\frac{1}{4}$ NE $\frac{1}{4}$, NW $\frac{1}{4}$ SE $\frac{1}{4}$ NE $\frac{1}{4}$ 22: NE $\frac{1}{4}$ SE $\frac{1}{4}$ NW $\frac{1}{4}$, N $\frac{1}{2}$ SW $\frac{1}{4}$ NE $\frac{1}{4}$, SE $\frac{1}{4}$ SW $\frac{1}{4}$ NE $\frac{1}{4}$, NW $\frac{1}{4}$ NE $\frac{1}{4}$	217.50	NM-47033 11/1/92	.125	Chieftain International, Inc.	1.000	Chieftain International, Inc.
					Shamrock Investment Company K & J Investment Company Michael L. Pinnell	.0050 .0200 .0050	Shamrock Investment Company K & J Investment Company Michael L. Pinnell

REVISED 11/13/84
11/30/84
12/10/84
1/03/85
1/31/85
2/12/85

TRACT NO.	DESCRIPTION	ACRES	LEASE NO & EXP. DATE	ROYALTY	LESSOR OF RECORD	OVERRIDE OR PRO-DUCTION PAYMENT	WORKING INTEREST OWNER
61	T17S-R16E 19: SE4NW4	40.00	NM-46847 6/1/92	.125	Robert W. Hanagan	1.000	Robert W. Hanagan
62	T19S-R14E 22: Lots 1-4, NW4 23: N4	640.00	NM-44820 7/1/92	.125	Lane Lasrich	1.000	Lane Lasrich
63	T18S-R14E 3: SE4, E4SW4 10: Lots 1-8, N4 15: Lots 1-6, NE4 16: E4NE4, SW4NE4, SE4, E4SW4, SW4SW4	1680.00	NM-45320 7/1/92	.125	Whiting Petroleum Corporation	1.000	Whiting Petroleum Corporation
64	T18S-R15E 5: Lots 1-4, S4N4, SE4, E4SW4	560.00	NM-45639 7/1/92	.125	Fortune Oil Company Chieftain International, Inc.	.500 .500	Fortune Oil Company Chieftain International, Inc.
65	T17S-R14E 13: Lots 1-8, SW4	480.00	NM-45425 9/1/92	.125	Whiting Petroleum Corporation	1.000	Whiting Petroleum Corporation
66	T16S-R15E 23: Lots 1-8, S4 24: Lots 1-8, N4S4, S4SW4 25: NW4, SE4, SE4NE4	1560.00	NM-45429 9/1/92	.125	Rocky Mountain Exploration Company	1.000	Rocky Mountain Exploration Company
67	T17S-R14E 24: Lots 1-14 25: Lots 1-6	800.00	NM-45430 10/1/92	.125	Rocky Mountain Exploration Company	1.000	Rocky Mountain Exploration Company
68	T18S-R14E 16: N4N4N4NW4, SE4NE4NW4, S4NW4NE4, NE4NW4NE4, E4SE4NW4, SW4SE4NW4, E4SE4SW4NW4, S4SW4NW4SW4, NE4NE4NW4SW4, S4NE4NW4SW4, SE4NW4SW4, N4NW4NW4NE4 21: S4SE4SE4NE4, NW4SE4NE4 22: NE4SE4NW4, N4SW4NE4, SE4SW4NE4, NW4NE4	217.50	NM-47033 11/1/92	.125	Chieftain International, Inc. Shamrock Investment Company K & J Investment Company Michael L. Pinnell	1.000 .0050 .0200 .0050	Chieftain International, Inc. Shamrock Investment Company K & J Investment Company Michael L. Pinnell



207 SOUTH FOURTH STREET
ARTESIA, NEW MEXICO 88210
TELEPHONE (505) 748-1331

S. P. YATES
PRESIDENT
MARTIN YATES, III
VICE PRESIDENT
JOHN A. YATES
VICE PRESIDENT
B. W. HARPER
SEC. TREAS.

May 6, 1985

New Mexico Oil Conservation Division
P. O. Box 2088
Santa Fe, New Mexico 87501

#8355

Attention: Dick Stamets

Re: One Tree Unit
Chaves and Otero Counties,
New Mexico

Gentlemen:

We have requested the Bureau of Land Management to delete the "six mile minimum distance between wells" sentence from Section 9, Paragraph 3 of the captioned unit agreement. All other provisions of the agreement would remain the same.

The Bureau of Land Management has no objection to the revision, but has requested we notify you of our request and of any objections you might have.

Thank you for your prompt attention to this matter.

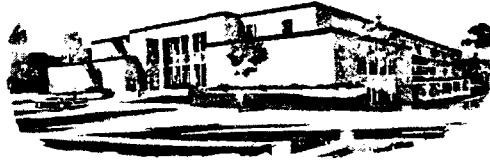
Very truly yours,

YATES PETROLEUM CORPORATION

Kathy H. Colbert
Landman

KHC/dw

State of New Mexico



JIM BACA
COMMISSIONER

Commissioner of Public Lands

April 15, 1985

Yates Petroleum Corporation
207 South Fourth Street
Artesia, New Mexico 88210

P.O. BOX 1148
SANTA FE, NEW MEXICO 87504-1148
Express Mail Delivery Use:
310 Old Santa Fe Trail
Santa Fe, New Mexico 87501

Re: One Tree Unit
Chaves and Otero Counties,
New Mexico

ATTENTION: Ms. Kathy H. Colbert

Gentlemen:

The Commissioner of Public Lands has this date approved the One Tree Unit, Chaves and Otero Counties, New Mexico. Our approval is subject to like approval by the New Mexico Oil Conservation Division and the Bureau of Land Management.

Enclosed are Five (5) Certificates of Approval.

Your filing fee in the amount of \$8,430.00 has been received.

Very truly yours,

JIM BACA
COMMISSIONER OF PUBLIC LANDS

BY: *Ray D. Graham*
RAY D. GRAHAM, Director
Oil and Gas Division
AC 505/827-5744

JB/RDG/pm
encls.
cc:

OCD-Santa Fe, New Mexico
BLM-Albuquerque, New Mexico Attn: Fluids Branch
BLM-Roswell, New Mexico Attn: Mr. Armando Lopez

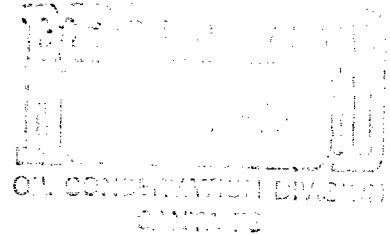


207 SOUTH FOURTH STREET
ARTESIA, NEW MEXICO 88210
TELEPHONE (505) 748-1331

S. P. YATES
PRESIDENT
MARTIN YATES, III
VICE PRESIDENT
JOHN A. YATES
VICE PRESIDENT
B. W. HARPER
SEC. TREAS.

April 9, 1984

New Mexico Oil Conservation Division
P. O. Box 871
Santa Fe, New Mexico 87501



Attention: Mr. Richard L. Stamets

Re: One Tree Unit
Chaves and Otero Counties,
New Mexico

Gentlemen:

Enclosed for your files is a copy of transmittal letter and Certification-Determination covering approval of the captioned by the Bureau of Land Management.

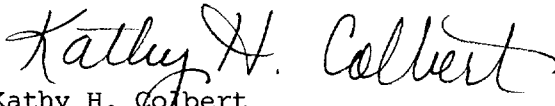
Also enclosed for your files is a new map copy and revised Exhibit "B". At the request of the Bureau of Land Management several changes were made and these enclosures will reflect the latest revisions.

Please advise should you require anything further.

Thank you.

Very truly yours,

YATES PETROLEUM CORPORATION


Kathy H. Colbert
Landman

KHC/mw

Enclosures

RECEIVED APR 9 1985



United States Department of the Interior

BUREAU OF LAND MANAGEMENT

Roswell District Office

P. O. Box 1397

Roswell, New Mexico 88201

IN REPLY
REFER TO:

NM061P35-85U526

3180 (060)

April 5, 1985

Yates Petroleum Corporation
Attn: Kathy Colbert
207 South Fourth Street
Artesia, NM 88210

Gentlemen:

One approved copy of the One Tree Unit Agreement, Chaves and Otero Counties is enclosed. Such agreement has been assigned No. NM061P35-85U526 and is effective the same date as approved.

You are requested to furnish all interested parties with appropriate evidence of this approval.

Sincerely yours,


District Manager

Enclosure

CERTIFICATION--DETERMINATION

Pursuant to the authority vested in the Secretary of the Interior, the act approved February 25, 1920, 41 Stat. 437, as amended, 30 U.S.C., secs. 181, et seq., and delegated to the District Manager, Bureau of Land Management, I do hereby:

- A. Approve the attached agreement for the development and operation of the One Tree Unit area, State of New Mexico.
- B. Certify and determine that the unit plan of development and operation contemplated in the attached agreement is necessary and advisable in the public interest for the purpose of more properly conserving the natural resources.
- C. Certify and determine that the drilling, producing, rental, minimum royalty, and royalty requirements of all Federal leases committed to said agreement are hereby established, altered, changed, or revoked to conform with the terms and conditions of this agreement.



District Manager,
Bureau of Land Management

April 5, 1985
Date

NM061P35-85U526
Contract No.

REVISED 11/13/84
 11/30/84
 1/31/85
 3/04/85

EXHIBIT "B"

OWN: TREE UNIT
 TREAT

WORKING INTEREST
 OWNER

OVERRIDE OR PRO-
 DUCTON PAYMENT

LESSEE OF RECORD

LEASE NO &
 EXP. DATE

ACRES

DESCRIPTION

ROYALTY

NC	DESCRIPTION	ACRES	LEASE NO & EXP. DATE	ROYALTY	LESSEE OF RECORD	OVERRIDE OR PRO- DUCTION PAYMENT	WORKING INTEREST OWNER
1	T18S-R17E 7: E ₄ 8: W ₄ , W _{1/2} E ₄ , E ₄ SE ₄ 9: W _{1/2} SW ₄ , E _{1/2} W ₂ , E ₄ 10: All 15: N ₂ , N _{1/2} S ₄	2560.00	NM-24110 10/1/85	.125	Estelle H. Yates Lillie M. Yates Peggy A. Yates	.0400	Estelle H. Yates Lillie M. Yates Peggy A. Yates
2	T18S-R17E 15: SW _{1/4} SW ₄ 17: All 21: All 22: W ₂ , W _{1/2} NE ₄ , SE ₄ , SE _{1/2} NE ₄ 27: All	2560.00	NM-24111 10/1/85	.125	Estelle H. Yates Lillie M. Yates Peggy A. Yates	.0400	Estelle H. Yates Lillie M. Yates Peggy A. Yates
3	T18S-R17E 18: S _{1/2} NE ₄ , N _{1/2} SE ₄ 28: All 29: S _{1/2} , NE ₄ 33: All 34: All	2560.00	NM-24112 10/1/85	.125	Estelle H. Yates Lillie M. Yates Peggy A. Yates	.0400	Estelle H. Yates Lillie M. Yates Peggy A. Yates
4	T19S-R15E 9: All 10: All 11: All	1920.00	NM-24830 1/1/86	.125	Marathon Oil Company	1.000	E.A. Watlington Trust Bond Exploration Company, Inc. Marathon Oil Company
5	T19S-R15E 8: E _{1/2} , E _{1/2} W ₂ , SW ₄ 17: N ₂ 18: Lots 1-4, E _{1/2} W ₂ , E ₄	1505.56	NM-24831 8/1/86	.125	Marathon Oil Company	1.000	E.A. Watlington Trust Bond Exploration Company, Inc. Marathon Oil Company Myco Industries, Inc. Lillie M. Yates Estelle H. Yates Weed Oil & Gas, a Partnership Marathon Oil Company

ONE TREE UNIT
TRACT
NO. DESCRIPTION ACRES LEASE NO & EXP. DATE ROYALTY LESSEE OF RECORD OVERRIDE OR PRO-DUCTION PAYMENT WORKING INTEREST OWNER

6	T19S-R14E 13: Lots 1-8, inclusive, N $\frac{1}{2}$ 14: Lots 1-13, inclusive 15: Lots 1-11, inclusive, NE $\frac{1}{4}$	1739.36	NM-24833 7/1/86	.125	Marathon Oil Company	1.000	E.A. Watlington Trust Bond Exploration Company, Inc. Marathon Oil Company	.0025 .0275 .0450	Yates Petroleum Corporation Abo Petroleum Corporation Peggy A. Yates Myco Industries, Inc. Lillie M. Yates Estelle H. Yates Weed Oil & Gas, a Partnership Marathon Oil Company	.165 .120 .075 .120 .075 .180 .015 .250
7	T17S-R15E 25: NE $\frac{1}{4}$, S $\frac{1}{2}$ N $\frac{1}{2}$ NW $\frac{1}{4}$, S $\frac{1}{2}$ NW $\frac{1}{4}$, S $\frac{1}{2}$ 36: All T18S-R15E 1: Lots 1-4, S $\frac{1}{2}$ N $\frac{1}{2}$, S $\frac{1}{2}$ 12: All	2519.18	NM-24834 9/1/86	.125	Marathon Oil Company	1.000	E.A. Watlington Trust Bond Exploration Company, Inc. Marathon Oil Company	.0025 .0275 .0450	Yates Petroleum Corporation Abo Petroleum Corporation Peggy A. Yates Myco Industries, Inc. Lillie M. Yates Estelle H. Yates Weed Oil & Gas, a Partnership Marathon Oil Company	.165 .120 .075 .120 .075 .180 .015 .250
8	T17S-R16E 19: Lots 3, 4, E $\frac{1}{2}$ NE $\frac{1}{4}$, SE $\frac{1}{4}$, E $\frac{1}{2}$ SW $\frac{1}{4}$, SW $\frac{1}{4}$ NE $\frac{1}{4}$ 20: E $\frac{1}{2}$, SW $\frac{1}{4}$, S $\frac{1}{2}$ NW $\frac{1}{4}$, E $\frac{1}{2}$ NE $\frac{1}{4}$ NW $\frac{1}{4}$, SW $\frac{1}{4}$ NE $\frac{1}{4}$ NW $\frac{1}{4}$, W $\frac{1}{2}$ NW $\frac{1}{4}$ NW $\frac{1}{4}$, SE $\frac{1}{4}$ NW $\frac{1}{4}$ NW $\frac{1}{4}$	1055.96	NM-24835 12/1/85	.125	Marathon Oil Company	1.000	E.A. Watlington Trust Bond Exploration Company, Inc. Marathon Oil Company	.0025 .0275 .0450	Yates Petroleum Corporation Abo Petroleum Corporation Peggy A. Yates Myco Industries, Inc. Lillie M. Yates Estelle H. Yates Weed Oil & Gas, a Partnership Marathon Oil Company	.165 .120 .075 .120 .075 .180 .015 .250
9	T19S-R14E 9: Lots 1-16, inclusive 10: Lots 1-14, inclusive 11: Lots 1-7, inclusive, N $\frac{1}{2}$	1870.92	NM-24837 7/1/86	.125	Marathon Oil Company	1.000	E.A. Watlington Trust Bond Exploration Company, Inc. Marathon Oil Company	.0025 .0275 .0450	Yates Petroleum Corporation Abo Petroleum Corporation Peggy A. Yates Myco Industries, Inc. Lillie M. Yates Estelle H. Yates Weed Oil & Gas, a Partnership Marathon Oil Company	.165 .120 .075 .120 .075 .180 .015 .250

ONE TREE UNIT TRACT NO.	DESCRIPTION	ACRES	LEASE NO & EXP. DATE		ROYALTY	LESSEE OF RECORD	OVERRIDE OR PRO-DUCTION PAYMENT		WORKING INTEREST OWNER	
			NO.	DATE						
10	T19S-R14E 8: All 16: Lots 1-16, inclusive 17: Lots 1-16, inclusive 20: N $\frac{1}{4}$	2311.66 Lease 2311.46 Survey	NM-24838 7/1/86		.125	Marathon Oil Company	1.000	E.A. Watlington Trust Bond Exploration Company, Inc. Marathon Oil Company	.0025 .0275 .0450 Lillie M. Yates Estelle H. Yates Weed Oil & Gas, a Partnership Marathon Oil Company	.165 .120 .075 .120 .075 .180 .015 .250
11	T19S-R14E 7: Lots 5-12 18: Lots 5-20 19: Lots 1-4, E $\frac{1}{4}$ W $\frac{1}{4}$, E $\frac{1}{4}$ 20: Lots 1-8	1958.76	NM-24839 7/1/86		.125	Marathon Oil Company	1.000	E.A. Watlington Trust Bond Exploration Company, Inc. Marathon Oil Company	.0025 .0275 .0450 Lillie M. Yates Estelle H. Yates Weed Oil & Gas, a Partnership Marathon Oil Company	.165 .120 .075 .120 .075 .180 .015 .250
12	T19S-R14E 3: Lots 5-18 4: Lots 1-11, S $\frac{1}{2}$ NE $\frac{1}{4}$, SE $\frac{1}{4}$ NW $\frac{1}{4}$ 5: Lots 2, 3, 4, S $\frac{1}{2}$ NW $\frac{1}{4}$, E $\frac{1}{4}$ SW $\frac{1}{4}$, SW $\frac{1}{4}$ SW $\frac{1}{4}$, SE $\frac{1}{4}$, SW $\frac{1}{4}$ NE $\frac{1}{4}$ 6: Lots 8-15, SE $\frac{1}{4}$ SW $\frac{1}{4}$, S $\frac{1}{2}$ SE $\frac{1}{4}$ 7: E $\frac{1}{4}$	2474.63	NM-24840 7/1/86		.125	Marathon Oil Company	1.000	E.A. Watlington Trust Bond Exploration Company, Inc. Marathon Oil Company	.0025 .0275 .0450 Lillie M. Yates Estelle H. Yates Weed Oil & Gas, a Partnership Marathon Oil Company	.165 .120 .075 .120 .075 .180 .015 .250
13	T19S-R14E 21: Lots 1-8	363.60	NM-24841 7/1/86		.125	Marathon Oil Company	1.000	E.A. Watlington Trust Bond Exploration Company, Inc. Marathon Oil Company	.0025 .0275 .0450 Lillie M. Yates Estelle H. Yates Weed Oil & Gas, a Partnership Marathon Oil Company	.165 .120 .075 .120 .075 .180 .015 .250

ONE TREE UNIT NO.	DESCRIPTION	ACRES	LEASE NO & EXP. DATE	ROYALTY	LESSEE OF RECORD	OVERRIDE OR PRODUCTION PAYMENT	WORKING INTEREST OWNER
14	T16S-R16E 28: All 29: All 31: Lots 1-6, N ₂ SE ₄ , NE ₄ 32: Lots 1-4, N ₂ S ₂ , N ₂	2462.41	NM-24842 7/1/86	.125	Marathon Oil Company	1.000 E.A. Watlington Trust .0025 Bond Exploration Company, Inc. .0275 Marathon Oil Company .0450	Yates Petroleum Corporation Abo Petroleum Corporation Peggy A. Yates Myco Industries, Inc. Lillie M. Yates Estelle H. Yates Weed Oil & Gas, a Partnership Marathon Oil Company
15	T17S-R16E 1: S ₂ NW ₄ , SW ₄ , W ₂ SE ₄ 3: Lot 1, S ₂ NE ₄ , SE ₄ NW ₄ , E ₂ SW ₄ , SE ₄ 4: Lots 1-4, S ₂ N ₂ , S ₂ 9: E ₂ 10: E ₂ NE ₄ , SW ₄ NE ₄ , SE ₄ NW ₄ , E ₂ SW ₄ , W ₂ SE ₄ 11: W ₂ N ₂ , NE ₄ SE ₄ , NE ₄ NE ₄ 12: S ₂ NW ₄ , N ₂ SW ₄ , NW ₄ SE ₄ , SE ₄ SE ₄ , SW ₄ NE ₄	2519.45	NM-24843 7/1/86	.125	Marathon Oil Company	1.000 E.A. Watlington Trust .0025 Bond Exploration Company, Inc. Marathon Oil Company .0275 Marathon Oil Company .0450	Yates Petroleum Corporation Abo Petroleum Corporation Peggy A. Yates Myco Industries, Inc. Lillie M. Yates Estelle H. Yates Weed Oil & Gas, a Partnership Marathon Oil Company
16	T17S-R16E 5: Lots 1-4, S ₂ N ₂ , S ₂ 6: Lots 1-7, SE ₄ NW ₄ , E ₂ SW ₄ , SE ₄ , S ₂ NE ₄ 7: Lots 1-4, E ₂ NW ₄ , NE ₄ SW ₄ , N ₂ N ₂ NE ₄ 8: All 9: W ₂	2414.49	NM-24844 7/1/86	.125	Marathon Oil Company	1.000 E.A. Watlington Trust .0025 Bond Exploration Company, Inc. Marathon Oil Company .0275 Marathon Oil Company .0450	Yates Petroleum Corporation Abo Petroleum Corporation Peggy H. Yates Myco Industries, Inc. Lillie M. Yates Estelle H. Yates Weed Oil & Gas, a Partnership Marathon Oil Company
17	T18S-R16E 7: Lots 5-15, inclusive 8: W ₂ , SE ₄ 17: All 18: Lots 5-20, inclusive 20: N ₂ , N ₂ SW ₄	2534.75	NM-24845 7/1/86	.125	Marathon Oil Company	1.000 E.A. Watlington Trust .0025 Bond Exploration Company, Inc. Marathon Oil Company .0275 Marathon Oil Company .0450	Yates Petroleum Corporation Abo Petroleum Corporation Peggy A. Yates Myco Industries, Inc. Lillie M. Yates Estelle H. Yates Weed Oil & Gas, a Partnership Marathon Oil Company

ONE TREE UNIT TRACT NO.	DESCRIPTION	ACRES	LEASE NO & EXP. DATE	ROYALTY	LESSEE OF RECORD	OVERRIE OR PRO-DUCTION PAYMENT	WORKING INTEREST OWNER
18	T17S-R16E 31: Lots 1-4, E $\frac{1}{2}$ W $\frac{1}{2}$, NE $\frac{1}{4}$, NW $\frac{1}{4}$, SW $\frac{1}{4}$ SE $\frac{1}{4}$ 32: N $\frac{1}{2}$, N $\frac{1}{2}$ S $\frac{1}{2}$ 33: N $\frac{1}{2}$ NE $\frac{1}{4}$, NW $\frac{1}{4}$, NW $\frac{1}{4}$ SW $\frac{1}{4}$ 34: N $\frac{1}{2}$ N $\frac{1}{2}$, SE $\frac{1}{4}$ SE $\frac{1}{4}$ T18S-R16E 5: Lots 5-11, N $\frac{1}{2}$ SW $\frac{1}{4}$ 6: Lots 2, 8-15, SW $\frac{1}{4}$ NE $\frac{1}{4}$, W $\frac{1}{2}$ SE $\frac{1}{4}$ 8: Lots 1-4	2428.44	NM-24846 7/1/86	.125	Marathon Oil Company	1.000 E.A. Watlington Trust .0025 Bond Exploration Company, Inc. Marathon Oil Company	Yates Petroleum Corporation .165 Abo Petroleum Corporation .120 Peggy A. Yates .075 Myco Industries, Inc. .120 Lillie M. Yates .075 Estelle H. Yates .180 Weed Oil & Gas, a Partnership .015 Marathon Oil Company .250
19	T17S-R16E 16: N $\frac{1}{2}$ 17: E $\frac{1}{2}$, E $\frac{1}{2}$ W $\frac{1}{2}$, SW $\frac{1}{4}$ NW $\frac{1}{4}$, N $\frac{1}{2}$ NW $\frac{1}{4}$ SW $\frac{1}{4}$ 18: Lots 1, 2, 4, NW $\frac{1}{4}$ NE $\frac{1}{4}$, E $\frac{1}{2}$ NW $\frac{1}{4}$ 29: All 30: Lots 1-4, E $\frac{1}{2}$ W $\frac{1}{2}$, E $\frac{1}{2}$ 2225.89 Lease 2226.39 Survey	2225.89 Lease 2226.39 Survey	NM-24847 9/1/86	.125	Marathon Oil Company	1.000 E.A. Watlington Trust .0025 Bond Exploration Company, Inc. Marathon Oil Company	Yates Petroleum Corporation .165 Abo Petroleum Corporation .120 Peggy A. Yates .075 Myco Industries, Inc. .120 Lillie M. Yates .075 Estelle H. Yates .180 Weed Oil & Gas, a Partnership .015 Marathon Oil Company .250
20	T18S-R16E 19: Lots 5-20 20: Lots 1-6 29: Lots 1-16 30: Lots 5-20 31: Lots 1, 2, E $\frac{1}{2}$ NW $\frac{1}{4}$, E $\frac{1}{2}$ SE $\frac{1}{4}$ 32: NW $\frac{1}{4}$	2512.32	NM-24848 9/1/86	.125	Marathon Oil Company	1.000 E.A. Watlington Trust .0025 Bond Exploration Company, Inc. Marathon Oil Company	Yates Petroleum Corporation .165 Abo Petroleum Corporation .120 Peggy A. Yates .075 Myco Industries, Inc. .120 Lillie M. Yates .075 Estelle H. Yates .180 Weed Oil & Gas, a Partnership .015 Marathon Oil Company .250
21	T18S-R16E 32: E $\frac{1}{2}$, SW $\frac{1}{4}$ T19S-R16E 5: Lots 1-4, S $\frac{1}{2}$ N $\frac{1}{2}$, S $\frac{1}{2}$ 6: Lots 4, 8, E $\frac{1}{2}$ SE $\frac{1}{4}$ 7: Lots 5, 6, 7, 8, E $\frac{1}{2}$ 8: All	2363.72	NM-24849 12/1/85	.125	Marathon Oil Company	1.000 E.A. Watlington Trust .0025 Bond Exploration Company, Inc. Marathon Oil Company	Yates Petroleum Corporation .165 Abo Petroleum Corporation .120 Peggy A. Yates .075 Myco Industries, Inc. .120 Lillie M. Yates .075 Estelle H. Yates .180 Weed Oil & Gas, a Partnership .015 Marathon Oil Company .250

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			EXP. DATE	ROYALTY					
22	T19S-R16E 17: E ₁ NE ₁ , NW ₄ 18: Lots 1, 2, 3, E ₁ , E ₂ W ₄	783.70	NM-24850 12/1/85	.125	Marathon Oil Company	1.000	E.A. Watlington Trust .0025 Bond Exploration Company, Inc. Marathon Oil Company	.165 .120 .075 .120 .075 .180 .015 .250	Yates Petroleum Corporation Abo Petroleum Corporation Peggy A. Yates Myco Industries, Inc. Lillie M. Yates Estelle H. Yates Weed Oil & Gas, a Partnership Marathon Oil Company
23	T18S-R16E 22: SE ₁ NW ₄ , E ₁ SW ₄ , E ₁ 23: All 24: Lots 1-16, inclusive 25: Lots 1-16, inclusive 26: E ₁	2538.72	NM-24851 12/1/85	.125	Marathon Oil Company	1.000	E.A. Watlington Trust .0025 Bond Exploration Company, Inc. Marathon Oil Company	.165 .120 .075 .120 .075 .180 .015 .250	Yates Petroleum Corporation Abo Petroleum Corporation Peggy A. Yates Myco Industries, Inc. Lillie M. Yates Estelle H. Yates Weed Oil & Gas, a Partnership Marathon Oil Company
24	T18S-R16E 26: W ₁ 27: E ₁ , SW ₄ , E ₁ NW ₄ , SW ₁ NW ₄ 34: E ₁ 35: All 36: Lots 1-16, inclusive	2484.00	NM-24852 12/1/85	.125	Marathon Oil Company	1.000	E.A. Watlington Trust .0025 Bond Exploration Company, Inc. Marathon Oil Company	.165 .120 .075 .120 .075 .180 .015 .250	Yates Petroleum Corporation Abo Petroleum Corporation Peggy A. Yates Myco Industries, Inc. Lillie M. Yates Estelle H. Yates Weed Oil & Gas, a Partnership Marathon Oil Company
25	T16S-R16E 20: NE ₁ , E ₁ NW ₄ , SW ₁ NW ₄ , NW ₁ SE ₁ , E ₁ SE ₁ , SW ₁ SW ₄ 23: Lots 1-4, E ₁ W ₁ , E ₁	1080.06	NM-24853 12/1/85	.125	Marathon Oil Company	1.000	E.A. Watlington Trust .0025 Bond Exploration Company, Inc. Marathon Oil Company	.165 .120 .075 .120 .075 .180 .015 .250	Yates Petroleum Corporation Abo Petroleum Corporation Peggy A. Yates Myco Industries, Inc. Lillie M. Yates Estelle H. Yates Weed Oil & Gas, a Partnership Marathon Oil Company

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26	T16S-R16E 15: Lots 1-7, SW $\frac{1}{4}$ NE $\frac{1}{4}$, SW $\frac{1}{4}$, W $\frac{1}{2}$ SE $\frac{1}{4}$, S $\frac{1}{2}$ NW $\frac{1}{4}$ 21: All 22: Lots 1-4, W $\frac{1}{2}$ E $\frac{1}{2}$, W $\frac{1}{2}$ 27: Lots 1-4, NW $\frac{1}{4}$ NE $\frac{1}{4}$, SW $\frac{1}{4}$, W $\frac{1}{2}$ SE $\frac{1}{4}$	2412.34	NM-24854 12/1/85	.125	Marathon Oil Company	1.000 E.A. Watlington Trust .0025 Bond Exploration Company, Inc. Marathon Oil Company	Yates Petroleum Corporation Abo Petroleum Corporation Peggy A. Yates Myco Industries, Inc. Lillie M. Yates Estelle H. Yates Weed Oil & Gas, a Partnership Marathon Oil Company
27	T16S-R16E 25: NW $\frac{1}{4}$ NE $\frac{1}{4}$, SE $\frac{1}{4}$ NW $\frac{1}{4}$, W $\frac{1}{2}$ NW $\frac{1}{4}$, SE $\frac{1}{4}$ SW $\frac{1}{4}$, NW $\frac{1}{4}$ SE $\frac{1}{4}$, NW $\frac{1}{4}$ SW $\frac{1}{4}$ 26: Lots 1,2, NW $\frac{1}{4}$ NE $\frac{1}{4}$, S $\frac{1}{2}$ NE $\frac{1}{4}$, E $\frac{1}{2}$ NW $\frac{1}{4}$, NE $\frac{1}{4}$ SW $\frac{1}{4}$, N $\frac{1}{2}$ SE $\frac{1}{4}$ 27: NW $\frac{1}{4}$ 33: Lots 1-4, N $\frac{1}{2}$ S $\frac{1}{2}$, N $\frac{1}{2}$ 34: Lots 1,2,5,6, NW $\frac{1}{4}$ SE $\frac{1}{4}$, W $\frac{1}{2}$ NE $\frac{1}{4}$, NW $\frac{1}{4}$, N $\frac{1}{2}$ SW $\frac{1}{4}$ 35: Lots 2,3,4, E $\frac{1}{2}$ SW $\frac{1}{4}$, SE $\frac{1}{4}$, S $\frac{1}{2}$ NE $\frac{1}{4}$, NE $\frac{1}{4}$ NW $\frac{1}{4}$	2519.31	NM-24855 9/1/86	.125	Marathon Oil Company	1.000 E.A. Watlington Trust .0025 Bond Exploration Company, Inc. Marathon Oil Company	Yates Petroleum Corporation Abo Petroleum Corporation Peggy A. Yates Myco Industries, Inc. Lillie M. Yates Estelle H. Yates Weed Oil & Gas, a Partnership Marathon Oil Company
28	T16S-R15E 2: Lots 1-4, S $\frac{1}{2}$ N $\frac{1}{2}$, S $\frac{1}{2}$ 8: NW $\frac{1}{4}$ NE $\frac{1}{4}$, E $\frac{1}{2}$ E $\frac{1}{2}$, NW $\frac{1}{4}$ SE $\frac{1}{4}$ 9: All 10: NE $\frac{1}{4}$ NE $\frac{1}{4}$, N $\frac{1}{2}$ SE $\frac{1}{4}$ NE $\frac{1}{4}$, S $\frac{1}{2}$ NW $\frac{1}{4}$, SW $\frac{1}{4}$, W $\frac{1}{2}$ SE $\frac{1}{4}$, SE $\frac{1}{4}$ SE $\frac{1}{4}$ 11: N $\frac{1}{2}$, SW $\frac{1}{4}$ SW $\frac{1}{4}$, E $\frac{1}{2}$ SW $\frac{1}{4}$, SE $\frac{1}{4}$	2538.00	NM-24856 9/1/86	.125	Marathon Oil Company	1.000 E.A. Watlington Trust .0025 Bond Exploration Company, Inc. Marathon Oil Company	Yates Petroleum Corporation Abo Petroleum Corporation Peggy A. Yates Myco Industries, Inc. Lillie M. Yates Estelle H. Yates Weed Oil & Gas, a Partnership Marathon Oil Company
29	T17S-R15E 31: Lots 1-4, N $\frac{1}{2}$ SE $\frac{1}{4}$ NW $\frac{1}{4}$, W $\frac{1}{2}$ NE $\frac{1}{4}$ NW $\frac{1}{4}$, S $\frac{1}{2}$ NE $\frac{1}{4}$ SW $\frac{1}{4}$, SE $\frac{1}{4}$ SW $\frac{1}{4}$, S $\frac{1}{2}$ SE $\frac{1}{4}$ 33: W $\frac{1}{2}$ T18S-R15E 3: Lots 1-4, S $\frac{1}{2}$ N $\frac{1}{2}$, S $\frac{1}{2}$ 4: Lots 1-4, S $\frac{1}{2}$ N $\frac{1}{2}$, S $\frac{1}{2}$ 6: Lots 1-5,7, SE $\frac{1}{4}$ NW $\frac{1}{4}$, S $\frac{1}{2}$ NE $\frac{1}{4}$	2274.75	NM-24857 9/1/86	.125	Marathon Oil Company	1.000 E.A. Watlington Trust .0025 Bond Exploration Company, Inc. Marathon Oil Company	Yates Petroleum Corporation Abo Petroleum Corporation Peggy A. Yates Myco Industries, Inc. Lillie M. Yates Estelle H. Yates Weed Oil & Gas, a Partnership Marathon Oil Company

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30	T17S-R14E 35: All 36: All T18S-R14E 1: Lots 1,2, SE $\frac{1}{4}$ NW $\frac{1}{4}$, NW $\frac{1}{4}$ SW $\frac{1}{4}$, S $\frac{1}{2}$ S $\frac{1}{2}$ NE $\frac{1}{4}$ SW $\frac{1}{4}$ NE $\frac{1}{4}$ SE $\frac{1}{4}$, SE $\frac{1}{4}$ NE $\frac{1}{4}$ SE $\frac{1}{4}$, NW $\frac{1}{4}$ NE $\frac{1}{4}$ SE $\frac{1}{4}$, W $\frac{1}{2}$ NW $\frac{1}{4}$ SE $\frac{1}{4}$, SW $\frac{1}{4}$ SE $\frac{1}{4}$ NW $\frac{1}{4}$ SE $\frac{1}{4}$, SW $\frac{1}{4}$ SE $\frac{1}{4}$, NE $\frac{1}{4}$ NE $\frac{1}{4}$ SE $\frac{1}{4}$ SE $\frac{1}{4}$, SW $\frac{1}{4}$ SE $\frac{1}{4}$ SE $\frac{1}{4}$, SW $\frac{1}{4}$ SE $\frac{1}{4}$ SE $\frac{1}{4}$ SE $\frac{1}{4}$ 11: Lots 1-8	2358.85	NM-24858 9/1/86	.125	Marathon Oil Company	1.000	E.A. Watlington Trust .0025 Yates Petroleum Corporation Bond Exploration Abo Petroleum Corporation Company, Inc. .0275 Peggy A. Yates Marathon Oil Company .0450 Myco Industries, Inc. Lillie M. Yates Estelle H. Yates Weed Oil & Gas, a Partnership Marathon Oil Company
31	T19S-R14E 1: Lots 1-4, S $\frac{1}{2}$ N $\frac{1}{2}$, S $\frac{1}{2}$ 2: Lots 1-4, S $\frac{1}{2}$ N $\frac{1}{2}$, SW $\frac{1}{4}$, E $\frac{1}{2}$ SE $\frac{1}{4}$ 12: All T19S-R15E 7: Lots 1-4, E $\frac{1}{2}$ W $\frac{1}{2}$, SE $\frac{1}{4}$, W $\frac{1}{2}$ NE $\frac{1}{4}$	2389.28	NM-24859 9/1/86	.125	Marathon Oil Company	1.000	E.A. Watlington Trust .0025 Yates Petroleum Corporation Bond Exploration Abo Petroleum Corporation Company, Inc. .0275 Peggy A. Yates Marathon Oil Company .0450 Myco Industries, Inc. Lillie M. Yates Estelle H. Yates Weed Oil & Gas, a Partnership Marathon Oil Company
32	T19S-R15E 2: Lot 3, SE $\frac{1}{4}$ NW $\frac{1}{4}$, S $\frac{1}{2}$ NE $\frac{1}{4}$, N $\frac{1}{2}$ SE $\frac{1}{4}$, SW $\frac{1}{4}$ SE $\frac{1}{4}$, SW $\frac{1}{4}$ 3: Lots 2,3, SW $\frac{1}{4}$ NE $\frac{1}{4}$, S $\frac{1}{2}$ NW $\frac{1}{4}$, S $\frac{1}{2}$ 4: SW $\frac{1}{4}$ NE $\frac{1}{4}$, SE $\frac{1}{4}$ NW $\frac{1}{4}$, SE $\frac{1}{4}$, E $\frac{1}{2}$ SW $\frac{1}{4}$, SW $\frac{1}{4}$ SW $\frac{1}{4}$ 5: Lots 2-4, SW $\frac{1}{4}$ NE $\frac{1}{4}$, S $\frac{1}{2}$ NW $\frac{1}{4}$, SW $\frac{1}{4}$, W $\frac{1}{2}$ SE $\frac{1}{4}$, SE $\frac{1}{4}$ SE $\frac{1}{4}$, SE $\frac{1}{4}$ NE $\frac{1}{4}$ SE $\frac{1}{4}$, W $\frac{1}{2}$ NE $\frac{1}{4}$ SE $\frac{1}{4}$ 6: Lots 1-7, SE $\frac{1}{4}$ NW $\frac{1}{4}$, S $\frac{1}{2}$ NE $\frac{1}{4}$, E $\frac{1}{2}$ SW $\frac{1}{4}$	2339.70	NM-24860 9/1/86	.125	Marathon Oil Company	1.000	E.A. Watlington Trust .0025 Yates Petroleum Corporation Bond Exploration Abo Petroleum Corporation Company, Inc. .0275 Peggy A. Yates Marathon Oil Company .0450 Myco Industries, Inc. Lillie M. Yates Estelle H. Yates Weed Oil & Gas, a Partnership Marathon Oil Company
33	T18S-R15E 36: All T19S-R15E 1: Lots 1,4, SW $\frac{1}{4}$ NW $\frac{1}{4}$, S $\frac{1}{2}$, SE $\frac{1}{4}$ NE $\frac{1}{4}$ 12: All	1759.79	NM-24861 1/1/86	.125	Marathon Oil Company	1.000	E.A. Watlington Trust .0025 Yates Petroleum Corporation Bond Exploration Abo Petroleum Corporation Company, Inc. .0275 Peggy A. Yates Marathon Oil Company .0450 Myco Industries, Inc. Lillie M. Yates Estelle H. Yates Weed Oil & Gas, a Partnership Marathon Oil Company

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34	T18S-R14E	2320.43	NM-24862 9/1/86	.125	Marathon Oil Company	1.000	E.A. Watlington Trust Bond Exploration Company, Inc. Marathon Oil Company	.165 .120 .075 .120 .075 .180 .015 .250
	24: Lots 1-8						Yates Petroleum Corporation	
	25: Lots 1-9						Abo Petroleum Corporation	
	26: Lots 1-15						Peggy A. Yates	
	27: Lots 1-9						Myco Industries, Inc.	
	28: All						Lillie M. Yates Estelle H. Yates Weed Oil & Gas, a Partnership Marathon Oil Company	
35	T17S-R15E	2343.20	NM-24863 9/1/86	.125	Marathon Oil Company	1.000	E.A. Watlington Trust Bond Exploration Company, Inc. Marathon Oil Company	.165 .120 .075 .120 .075 .180 .015 .250
	5: Lots 1-4, S1/2NW1/4, S1/2NE1/4, E1/2NW1/4, NW1/4NW1/4, SE1/4, N1/2SW1/4, SW1/4SW1/4, E1/2SW1/4						Yates Petroleum Corporation	
	9: W1/2W1/4, SE1/4SW1/4, SE1/4, S1/2NE1/4, NE1/4NE1/4						Peggy A. Yates	
	10: W1/2W1/4						Myco Industries, Inc.	
	15: N1/2NW1/4, S1/2SE1/4NE1/4, S1/2NW1/4NW1/4, SW1/4NW1/4, W1/2SW1/4, S1/2SE1/4SW1/4, N1/2NE1/4SE1/4, S1/2S1/2SE1/4						Lillie M. Yates Estelle H. Yates Weed Oil & Gas, a Partnership Marathon Oil Company	
	16: N1/2NW1/4							
36	T17S-R15E	2440.00	NM-24864 9/1/86	.125	Marathon Oil Company	1.000	E.A. Watlington Trust Bond Exploration Company, Inc. Marathon Oil Company	.165 .120 .075 .120 .075 .180 .015 .250
	26: All						Yates Petroleum Corporation	
	27: SW1/4NW1/4, NW1/4SW1/4, NE1/4SE1/4, E1/2NE1/4						Abo Petroleum Corporation	
	33: E1/2						Peggy A. Yates	
	34: All						Myco Industries, Inc.	
	35: All						Lillie M. Yates Estelle H. Yates Weed Oil & Gas, a Partnership Marathon Oil Company	
37	T18S-R14E	2537.32	NM-24865 9/1/86	.125	Marathon Oil Company	1.000	E.A. Watlington Trust Bond Exploration Company, Inc. Marathon Oil Company	.165 .120 .075 .120 .075 .180 .015 .250
	32: Lots 1-12, NW1/4						Yates Petroleum Corporation	
	33: Lots 1-16						Abo Petroleum Corporation	
	34: Lots 1-15						Peggy A. Yates	
	35: Lots 1-8, NW1/4						Myco Industries, Inc. Lillie M. Yates Estelle H. Yates Weed Oil & Gas, a Partnership Marathon Oil Company	

ONE TREE UNIT TRACT NO.	DESCRIPTION	ACRES	LEASE NO & EXP. DATE		ROYALTY	LESSEE OF RECORD	OVERRIDE OR PRO-DUCTION PAYMENT		WORKING INTEREST OWNER
			NO.	DATE			PERCENT	PERCENT	
38	T18S-R15E 7: Lots 2, 3, 4, E½W½, E½ 8: SW¼NW¼, SW¼, SW¼SE¼ 16: All 17: N½, SW¼, N½SE¼, SE¼SE¼ 18: Lots 1, 2, 4, E½NW¼, NE¼, SE¼SW¼, S½SE¼	2540.64	NM-24866	9/1/86	.125	Marathon Oil Company	1.000	E.A. Watlington Trust .0025 Bond Exploration Company, Inc. Marathon Oil Company	Yates Petroleum Corporation .165 Abo Petroleum Corporation .120 Peggy A. Yates .075 Myco Industries, Inc. .120 Lillie M. Yates .075 Estelle H. Yates .180 Weed Oil & Gas, a Partnership .015 Marathon Oil Company .250
39	T18S-R15E 13: E½, E½W½, NW¼NW¼, SW¼SW¼ 14: NE¼NE¼, SE¼SE¼, W½E½, W½ 15: All 21: NE¼ 22: All	2560.00	NM-24867	9/1/86	.125	Marathon Oil Company	1.000	E.A. Watlington Trust .0025 Bond Exploration Company, Inc. Marathon Oil Company	Yates Petroleum Corporation .165 Abo Petroleum Corporation .120 Peggy A. Yates .075 Myco Industries, Inc. .120 Lillie M. Yates .075 Estelle H. Yates .180 Weed Oil & Gas, a Partnership .015 Marathon Oil Company .250
40	T18S-R14E 11: NE¼, N½SE¼ 12: NW¼, NW¼SW¼, SE¼NE¼, E½SE¼, SW¼SE¼ 13: Lots 1-4, SW¼, E½ 14: NW¼, W½SW¼, E½SE¼, NE¼SW¼NE¼, W½SW¼NE¼, S½SE¼SE¼NE¼ 23: All 24: SW¼, NE¼	2561.11	NM-24868	9/1/86	.125	Marathon Oil Company	1.000	E.A. Watlington Trust .0025 Bond Exploration Company, Inc. Marathon Oil Company	Yates Petroleum Corporation .165 Abo Petroleum Corporation .120 Peggy A. Yates .075 Myco Industries, Inc. .120 Lillie M. Yates .075 Estelle H. Yates .180 Weed Oil & Gas, a Partnership .015 Marathon Oil Company .250
41	T17S-R15E 2: Lots 1-4, S½N½, S½ 3: Lots 1, 2, S½NE¼, S½, SW¼NW¼ 4: Lots 1-4, S½N½, S½ 10: NE¼, E½SE¼, E½NW¼ 11: N½NE¼, W½SW¼NE¼, W½SW¼SW¼, W½NW¼SE¼, NW¼, N½SW¼, SE¼SE¼	2538.73	NM-24869	9/1/86	.125	Marathon Oil Company	1.000	E.A. Watlington Trust .0025 Bond Exploration Company, Inc. Marathon Oil Company	Yates Petroleum Corporation .165 Abo Petroleum Corporation .120 Peggy A. Yates .075 Myco Industries, Inc. .120 Lillie M. Yates .075 Estelle H. Yates .180 Weed Oil & Gas, a Partnership .015 Marathon Oil Company .250

TRACT NO.	DESCRIPTION	ACRES	LEASE NO. & EXP. DATE		ROYALTY	LESSEE OF RECORD	OVERRIDE OR PRO-DUCTION PAYMENT		WORKING INTEREST OWNER		
			NO.	DATE			PERCENT	PERCENT			
42	T18S-R15E	2520.00	NM-24870	9/1/86	.125	Marathon Oil Company	1.000	E.A. Watlington Trust	.0025	Yates Petroleum Corporation	.165
	23: All							Bond Exploration		Abbo Petroleum Corporation	.120
	24: All							Company, Inc.	.0275	Peggy A. Yates	.075
	25: N ¹ / ₂ NE ¹ / ₄ , N ¹ / ₂ S ¹ / ₂ NE ¹ / ₄ , W ¹ / ₂							Marathon Oil Company	.0450	Myco Industries, Inc.	.120
	26: All									Lillie M. Yates	.075
	27: NE ¹ / ₄									Estelle H. Yates	.180
										Weed Oil & Gas, a Partnership	.015
										Marathon Oil Company	.250
43	T18S-R15E	2467.88	NM-24871	9/1/86	.125	Marathon Oil Company	1.000	E.A. Watlington Trust	.0025	Yates Petroleum Corporation	.165
	19: Lots 1-4, E ¹ / ₂ W ¹ / ₂ , NE ¹ / ₄ , N ¹ / ₂ SE ¹ / ₄ , SW ¹ / ₂ SE ¹ / ₄ , W ¹ / ₂ SE ¹ / ₂ SE ¹ / ₄							Bond Exploration		Abbo Petroleum Corporation	.120
	20: W ¹ / ₂ NE ¹ / ₂ NW ¹ / ₂ , W ¹ / ₂ NW ¹ / ₂ , NW ¹ / ₂ SW ¹ / ₂ , E ¹ / ₂ NE ¹ / ₄ , S ¹ / ₂ NW ¹ / ₂ NE ¹ / ₄ , SW ¹ / ₂ NE ¹ / ₄ , SE ¹ / ₄ , E ¹ / ₂ SE ¹ / ₂ SW ¹ / ₂							Company, Inc.	.0275	Peggy A. Yates	.075
	21: W ¹ / ₂ , SE ¹ / ₄							Marathon Oil Company	.0450	Myco Industries, Inc.	.120
	27: NW ¹ / ₂ , N ¹ / ₂ SW ¹ / ₂ , SE ¹ / ₄									Lillie M. Yates	.075
	28: N ¹ / ₂ , N ¹ / ₂ SW ¹ / ₂ , SE ¹ / ₄ SW ¹ / ₂ , W ¹ / ₂ SE ¹ / ₄									Estelle H. Yates	.180
										Weed Oil & Gas, a Partnership	.015
										Marathon Oil Company	.250
44	T18S-R15E	2308.36	NM-24872	9/1/86	.125	Marathon Oil Company	1.000	E.A. Watlington Trust	.0025	Yates Petroleum Corporation	.165
	29: NE ¹ / ₄ , E ¹ / ₂ NW ¹ / ₂ , W ¹ / ₂ SW ¹ / ₂ , NE ¹ / ₂ SE ¹ / ₄ , W ¹ / ₂ SE ¹ / ₂ SE ¹ / ₄							Bond Exploration		Abbo Petroleum Corporation	.120
	30: Lots 1-4, E ¹ / ₂ NW ¹ / ₂ , NE ¹ / ₂ SW ¹ / ₂ , N ¹ / ₂ NE ¹ / ₄ , SE ¹ / ₄ SE ¹ / ₄							Company, Inc.	.0275	Peggy A. Yates	.075
	31: E ¹ / ₂							Marathon Oil Company	.0450	Myco Industries, Inc.	.120
	32: W ¹ / ₂ , W ¹ / ₂ E ¹ / ₂ , SE ¹ / ₄ SE ¹ / ₄									Lillie M. Yates	.075
	33: E ¹ / ₂ SE ¹ / ₄ , N ¹ / ₂ NW ¹ / ₂ SE ¹ / ₄ , S ¹ / ₂ SW ¹ / ₂ SE ¹ / ₄ , N ¹ / ₂ NE ¹ / ₄ SW ¹ / ₂									Estelle H. Yates	.180
	34: W ¹ / ₂ NE ¹ / ₄ , E ¹ / ₂ NW ¹ / ₂ , SW ¹ / ₂ , W ¹ / ₂ SE ¹ / ₄									Weed Oil & Gas, a Partnership	.015
	35: E ¹ / ₂ NE ¹ / ₄ , NW ¹ / ₂ NE ¹ / ₄ , NE ¹ / ₂ NW ¹ / ₂									Marathon Oil Company	.250
45	T16S-R15E	2560.00	NM-24873	9/1/86	.125	Marathon Oil Company	1.000	E.A. Watlington Trust	.0025	Yates Petroleum Corporation	.165
	20: All							Bond Exploration		Abbo Petroleum Corporation	.120
	21: All							Company, Inc.	.0275	Peggy A. Yates	.075
	22: All							Marathon Oil Company	.0450	Myco Industries, Inc.	.120
	26: All									Lillie M. Yates	.075
										Estelle H. Yates	.180
										Weed Oil & Gas, a Partnership	.015
										Marathon Oil Company	.250

ONE TREE UNIT TRACT NO.	DESCRIPTION	ACRES	LEASE NO & EXP. DATE		LESSEE OF RECORD	OVERRIDE OR PRO-DUCTION PAYMENT		WORKING INTEREST OWNER
			NO.	DATE		ROYALTY	PAYMENT	
46	T16S-R15E 27: All 33: All 34: Lots 1-9, NE $\frac{1}{4}$, N $\frac{1}{2}$ SE $\frac{1}{4}$ 35: NW $\frac{1}{4}$ NW $\frac{1}{4}$, SW $\frac{1}{4}$ SW $\frac{1}{4}$, E $\frac{1}{2}$ SW $\frac{1}{4}$, SE $\frac{1}{4}$, S $\frac{1}{2}$ NE $\frac{1}{4}$	2268.10	NM-24874 9/1/86	9/1/86	Marathon Oil Company	.125	1.000	E.A. Watlington Trust .0025 Yates Petroleum Corporation Bond Exploration Company, Inc. Marathon Oil Company Peggy A. Yates Myco Industries, Inc. Lillie M. Yates Estelle H. Yates Weed Oil & Gas, a Partnership Marathon Oil Company
47	T16S-R15E 28: Lots 1-8, W $\frac{1}{2}$ 29: All 32: Lots 1-8, E $\frac{1}{2}$	1951.97	NM-24875 9/1/86	9/1/86	Marathon Oil Company	.125	1.000	E.A. Watlington Trust .0025 Yates Petroleum Corporation Bond Exploration Company, Inc. Marathon Oil Company Peggy A. Yates Myco Industries, Inc. Lillie M. Yates Estelle H. Yates Weed Oil & Gas, a Partnership Marathon Oil Company
48	T18S-R14E 36: Lots 1-11, NW $\frac{1}{2}$ SE $\frac{1}{4}$, S $\frac{1}{2}$ S $\frac{1}{2}$ SE $\frac{1}{4}$	523.71	NM-27107 9/1/87	9/1/87	Marathon Oil Company	.125	1.000	E.A. Watlington Trust .0025 Yates Petroleum Corporation Bond Exploration Company, Inc. Marathon Oil Company Peggy A. Yates Myco Industries, Inc. Lillie M. Yates Estelle H. Yates Weed Oil & Gas, a Partnership Marathon Oil Company
49	T16S-R15E 36: All T17S-R15E 1: Lots 1-4, S $\frac{1}{2}$ N $\frac{1}{2}$, S $\frac{1}{2}$ 12: NE $\frac{1}{4}$, E $\frac{1}{2}$ NW $\frac{1}{4}$, NW $\frac{1}{4}$ NW $\frac{1}{4}$, S $\frac{1}{2}$	1879.10	NM-27108 12/1/86	12/1/86	Marathon Oil Company	.125	1.000	E.A. Watlington Trust .0025 Yates Petroleum Corporation Bond Exploration Company, Inc. Marathon Oil Company Peggy A. Yates Myco Industries, Inc. Lillie M. Yates Estelle H. Yates Weed Oil & Gas, a Partnership Marathon Oil Company

ONE TREE UNIT TRACT NO.	DESCRIPTION	ACRES	LEASE NO & EXP. DATE	ROYALTY	LESSEE OF RECORD	OVERRIDE OR PRODUCTION PAYMENT	WORKING INTEREST OWNER
50	T17S-R15E 13: NE ₄ , N ₂ SW ₄ , NW ₄ SW ₄ , S ₄ S ₄ 14: NE ₄ NE ₄ , E ₂ SE ₄ NE ₄ , W ₂ W ₂ NE ₄ , S ₄ 22: E ₂ NE ₄ , NW ₄ NE ₄ , N ₂ SW ₄ NE ₄ , SE ₄ SW ₄ NE ₄ , NE ₄ NW ₄ , N ₂ SE ₄ NW ₄ , N ₂ W ₂ NW ₄ , E ₂ SW ₄ NW ₄ , NW ₄ SW ₄ , E ₂ SE ₄ , E ₂ NW ₄ SE ₄ , SW ₄ NW ₄ SE ₄ 23: N ₂ , SW ₄ 24: W ₂ NE ₄ , SE ₄ NE ₄ , NW ₄ , N ₂ N ₂ SW ₄ , SE ₄	2220.00	NM-34108 3/1/91	.125	John A. Yates	1.000	John A. Yates
51	T18S-R17E 4: Lots 1-12, S ₄ 5: Lots 1-12, S ₄ 6: Lots 1-14, E ₂ SW ₄ , SE ₄ 7: Lots 1, 2, E ₂ NW ₄	2553.64	NM-34771 3/1/90	.125	Estelle H. Yates Lillie M. Yates Peggy A. Yates	.333 .333 .334	David J. Sorenson Estelle H. Yates Lillie M. Yates Peggy A. Yates
52	T18S-R17E 7: Lots 3, 4, NE ₄ SW ₄ 18: Lots 1-3, SE ₄ NW ₄ , NE ₄ SW ₄ 19: Lots 3, 4, E ₂ SW ₄ , SE ₄ 20: N ₂ , W ₂ SW ₄ , E ₂ SE ₄ 30: Lots 1-4, E ₂ W ₂ , E ₂ 31: Lots 1-4, E ₂ W ₂ , E ₂	2475.20	NM-37477 10/1/90	.125	Estelle H. Yates Lillie M. Yates Peggy A. Yates	.333 .333 .334	David J. Sorenson Estelle H. Yates Lillie M. Yates Peggy A. Yates
53	T17S-R15E 21: N ₂ N ₂ , SW ₄ NW ₄ , W ₂ SW ₄ , SE ₄ SW ₄ , SW ₄ SE ₄ 28: N ₂ N ₂ , SE ₄ NE ₄ , N ₂ SW ₄ NE ₄ , N ₂ SE ₄ NW ₄ , S ₄ SE ₄ SW ₄ , E ₂ NE ₄ SE ₄ , S ₄ SE ₄ , W ₂ SW ₄ 29: W ₂ , W ₂ SE ₄ , SE ₄ SE ₄ 30: Lots 3, 4, E ₂ W ₂ , N ₂ NE ₄ , N ₂ SE ₄ SE ₄ 31: N ₂ SE ₄ NE ₄ 32: All	2252.57	NM-38152 3/1/91	.125	Abo Petroleum Corporation	1.000	Abo Petroleum Corporation

TRACT NO.	DESCRIPTION	ACRES	LEASE NO & EXP. DATE	ROYALTY	LESSOR OF RECORD	OVERRIDE OR PRO-DUCTON PAYMENT	WORKING INTEREST OWNER
54	T17S-R15E 6: Lots 1,2,3,6,S1NE1/4,SE1/4NW1/4 7: Lots 1,2,N1NE1/4,SW1NE1/4,N1SE1/4NE1/4,SW1SE1/4NE1/4,E1NE1/4SW1/4,E1SE1/4SW1/4,W1SW1SE1/4,SE1SW1SE1/4,SE1SE1/4 17: S1/4 18: Lots 2,3,4,NW1NE1/4,E1NE1/4NW1/4,SE1SE1/4 19: Lot 2,NE1/4,E1SE1/4 20: N1NE1/4,W1/2	1957.80 1957.82	NM-38153 7/1/91	.125	Peggy A. Yates		Peggy A. Yates 1.000
55	T18S-R16E 1: Lots 5-12,S1/4 11: Lots 1-4,NW1/4 12: Lots 1-4 14: All 15: NE1/4	1833.83 1831.83	NM-38838 12/1/90	.125	Santa Fe Energy Company		Robert L. Thornton .0125 Santa Fe Energy Company 1.000 John R. Dorr .0050 Donald Curry .0050 Deidra P. Pozez .0125
56	T18S-R16E 12: NE1/4 13: Lots 1-16 15: S1/4,NW1/4 21: W1/2,W1/4E1/4,E1SE1/4,SE1NE1/4 28: W1/2,E1SE1/4,SE1NE1/4,W1/2E1/4 T17S-R16E 35: S1SE1/4	2493.96	NM-42865 8/1/91	.125	Diamond Shamrock Corporation		Deidra Pozez .0150 Diamond Shamrock Corporation 1.000 Robert L. Thornton .0150
57	T19S-R17E 6: Lots 1-5,SE1NW1/4,S1NE1/4	323.49	NM-43977 5/1/92	.125	Chieftain International, Inc.		Shamrock Investment Company .0050 Chieftain International, Inc. 1.000 K & J Investment Company .0200 Michael L. Pinnell .0050
58	T16S-R16E 19: Lot 2,SW1NE1/4,S1SE1/4	149.64	NM-43981 5/1/92	.125	Fortune Oil Company		Shamrock Investment Company .0050 Fortune Oil Company 1.000 K & J Investment Company .0200 Michael L. Pinnell .0050

REVISED 11/13/84 1/31/85
11/30/84 2/13/85
12/10/84 3/04/85
1/03/85 3/18/85

ONE TREE UNIT TRACT NO.	DESCRIPTION	ACRES	LEASE NO & EXP. DATE	ROYALTY	LESSEE OF RECORD	OVERRIDE OR PRODUCTION PAYMENT	WORKING INTEREST OWNER
59	T18S-R16E 33: All T19S-R16E 1: Lots 5-12 3: Lots 1-4, S ¹ / ₂ N ¹ / ₂ , SE ¹ / ₄ 4: Lots 1-4, S ¹ / ₂ N ¹ / ₂ , SW ¹ / ₄ 9: W ¹ / ₂ , W ¹ / ₂ E ¹ / ₂	2317.84	NM-43982 5/1/92	.125	Chieftain International, Inc.	Shamrock Investment Company K & J Investment Company Michael L. Pinnell	Chieftain International, Inc. 1.000 .0050 .0200 .0050
60	T19S-R14E 22: Lots 1-4, NW ¹ / ₄ 23: N ¹ / ₂	632.38	NM-44820 7/1/92	.125	Lane Lasrich		Lane Lasrich 1.000
61	T18S-R14E 3: SE ¹ / ₄ , E ¹ / ₂ SW ¹ / ₄ 10: Lots 1-8, N ¹ / ₂ 15: Lots 1-6, NE ¹ / ₄ 16: E ¹ / ₂ NE ¹ / ₄ , SW ¹ / ₄ NE ¹ / ₄ , SE ¹ / ₄ , E ¹ / ₂ SW ¹ / ₄ , SW ¹ / ₄ SW ¹ / ₄	1649.86	NM-45320 7/1/92	.125	Whiting Petroleum Corporation		Whiting Petroleum Corporation 1.000
62	T17S-R14E 13: Lots 1-8, SW ¹ / ₄	495.77	NM-45425 9/1/92	.125	Whiting Petroleum Corporation		Whiting Petroleum Corporation 1.000
63	T16S-R15E 23: Lots 1-8, S ¹ / ₂ 24: Lots 1-8, N ¹ / ₂ SE ¹ / ₄ , S ¹ / ₂ SW ¹ / ₄ 25: NW ¹ / ₄ , SE ¹ / ₄ , SE ¹ / ₂ NE ¹ / ₄	1539.03	NM-45429 9/1/92	.125	Rocky Mountain Exploration Company		Rocky Mountain Exploration Company 1.000
64	T17S-R14E 24: Lots 1-14 25: Lots 1-6	851.83	NM-45430 10/1/92	.125	Rocky Mountain Exploration Company		Rocky Mountain Exploration Company 1.000
65	T16S-R15E 24: NW ¹ / ₂ SW ¹ / ₄ SE ¹ / ₄ 25: S ¹ / ₂ NE ¹ / ₂ NE ¹ / ₄ , NE ¹ / ₂ NE ¹ / ₂ NE ¹ / ₄	40.00	NM-45634 7/1/93	.125	Fortune Oil Company Chieftain International, Inc.	Shamrock Investment Company K & J Investment Company Michael L. Pinnell	Fortune Oil Company .500 .0050 Chieftain International, Inc. .500 .0200 .0050
66	T18S-R15E 5: Lots 1-4, S ¹ / ₂ N ¹ / ₂ , SE ¹ / ₄ , E ¹ / ₂ SW ¹ / ₄	561.18	NM-45639 7/1/92	.125	Fortune Oil Company	Shamrock Investment Company K & J Investment Company Michael L. Pinnell	Fortune Oil Company 1.000 .0050 .0200 .0050

TRACT NO.	DESCRIPTION	ACRES	LEASE NO & EXP. DATE	ROYALTY	LESSEE OF RECORD	OVERRIDE OR PRO-DUCTION PAYMENT	WORKING INTEREST OWNER
67	T17S-R16E 19: SE1NW1/4	40.00	NM-46847 6/1/92	.125	Robert W. Hanagan		Robert W. Hanagan 1.000
68	T18S-R14E 16: SW1/4SE1/4NW1/4, E1/2SE1/4SW1/4NW1/4, SW1/4SE1/4SW1/4NW1/4, E1/2NW1/4SW1/4, SE1/4NW1/4NW1/4SW1/4, E1/2SW1/4NW1/4SW1/4, SW1/4SW1/4NW1/4SW1/4	135.00	NM-47033 11/1/92	.125	Chieftain International, Inc.	Shamrock Investment Company K & J Investment Company Michael L. Pinnell	Chieftain International, Inc. .0050 .0200 .0050 1.000
69	T16S-R16E 10: SW1/4NE1/4, S1/2NW1/4, S1/4 16: Lots 1-4, S1/4NW1/4, S1/4	1104.32	LG-2760-3 5/1/85	.125	Marathon Oil Company	E.A. Watlington Trust Marathon Oil Company	E.A. Watlington Trust .0025 Marathon Oil Company .0725 Yates Petroleum Corporation Marathon Oil Company .750 .250
70	T16S-R16E 25: SW1/4NE1/4, NE1/4NW1/4, NE1/4SW1/4, Lease SW1/4SW1/4, SW1/4SE1/4 26: SE1/4SW1/4, S1/2SE1/4 34: Lots 3, 4, 7 35: Lot 1, NW1/4NE1/4, SE1/4NW1/4	566.41 561.61 Survey	LG-2761-3 5/1/85	.125	Marathon Oil Company	E.A. Watlington Trust Marathon Oil Company	E.A. Watlington Trust .0025 Marathon Oil Company .0725 Yates Petroleum Corporation Marathon Oil Company .750 .250
71	T16S-R16E 36: All	640.00	LG-2762-3 5/1/85	.125	Marathon Oil Company	E.A. Watlington Trust Marathon Oil Company	E.A. Watlington Trust .0025 Marathon Oil Company .0725 Yates Petroleum Corporation Marathon Oil Company .750 .250
72	T17S-R16E 1: Lots 1-4, S1/4NE1/4, E1/2SE1/4 2: Lots 1-4, S1/4NW1/4, S1/4 3: Lots 2-4, SW1/4NW1/4, W1/2SW1/4	1196.97	LG-2763-3 5/1/85	.125	Marathon Oil Company	E.A. Watlington Trust Marathon Oil Company	E.A. Watlington Trust .0025 Marathon Oil Company .0725 Yates Petroleum Corporation Marathon Oil Company .750 .250

TOTAL: 131,180.35 - acres of Federal Lands

ONE TREE UNIT TRACT NO.	DESCRIPTION	ACRES	LEASE NO & EXP. DATE	ROYALTY	LESSEE OF RECORD	OVERRIDE OR PRODUCTION PAYMENT	WORKING INTEREST OWNER
73	T17S-R16E 10: NW1/4NE1/4, NE1/4NW1/4, W1/2W1/4, E1/2SE1/4 11: SE1/4NE1/4, SE1/4SE1/4 12: N1/2N1/4, SE1/4NE1/4, S1/2SW1/4, SW1/4SE1/4, NE1/4SE1/4	760.00	LG-2764-3 5/1/85	.125	Marathon Oil Company	1.000 E.A. Watlington Trust .0025 Yates Petroleum Corporation Marathon Oil Company .0725 Marathon Oil Company	.750 .250
74	T17S-R16E 14: All 15: All	1280.00	LG-2765-3 5/1/85	.125	Marathon Oil Company	1.000 E.A. Watlington Trust .0025 Yates Petroleum Corporation Marathon Oil Company .0725 Marathon Oil Company	.750 .250
75	T17S-R16E 16: S1/4 21: All	960.00	LG-2766-3 5/1/85	.125	Marathon Oil Company	1.000 E.A. Watlington Trust .0025 Yates Petroleum Corporation Marathon Oil Company .0725 Marathon Oil Company	.750 .250
76	T17S-R16E 22: All 27: All	1280.00	LG-2767-3 5/1/85	.125	Marathon Oil Company	1.000 E.A. Watlington Trust .0025 Yates Petroleum Corporation Marathon Oil Company .0725 Marathon Oil Company	.750 .250
77	T17S-R16E 28: All	640.00	LG-2768-3 5/1/85	.125	Marathon Oil Company	1.000 E.A. Watlington Trust .0025 Yates Petroleum Corporation Marathon Oil Company .0725 Marathon Oil Company	.750 .250
78	T18S-R16E 2: Lots 1-4, S1/2N1/4, S1/4 3: Lots 1,3,4, S1/2N1/4, S1/4	1231.27	LG-2769-3 5/1/85	.125	Marathon Oil Company	1.000 E.A. Watlington Trust .0025 Yates Petroleum Corporation Marathon Oil Company .0725 Marathon Oil Company	.750 .250
79	T18S-R16E 4: Lots 1,2, S1/2N1/4, S1/4 9: All	1199.17	LG-2770-3 5/1/85	.125	Marathon Oil Company	1.000 E.A. Watlington Trust .0025 Yates Petroleum Corporation Marathon Oil Company .0725 Marathon Oil Company	.750 .250
80	T18S-R16E 10: All 16: All	1280.00	LG-2771-3 5/1/85	.125	Marathon Oil Company	1.000 E.A. Watlington Trust .0025 Yates Petroleum Corporation Marathon Oil Company .0725 Marathon Oil Company	.750 .250
81	T19S-R16E 2: Lots 1-4, S1/2N1/4, S1/4	638.20	LG-2772-3 5/1/85	.125	Marathon Oil Company	1.000 E.A. Watlington Trust .0025 Yates Petroleum Corporation Marathon Oil Company .0725 Marathon Oil Company	.750 .250
82	T18S-R17E 32: All	640.00	LG-4767-1 10/1/87	.125	Gulf Oil Company	1.000 Gulf Oil Company	1.000

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1/31/85

TRACT NO.	DESCRIPTION	ACRES	LEASE NO & EXP. DATE	ROYALTY	LESSEE OF RECORD	OVERRIDE OR PRODUCTION PAYMENT	WORKING INTEREST OWNER
83	T18S-R16E 11: S $\frac{1}{2}$ 12: S $\frac{1}{2}$	640.00	LG-9176 1/1/91	.125	Getty Oil Company	1.000	Getty Oil Company 1.000
84	T16S-R16E 9: All	640.00	LG-9411 3/1/91	.125	Liberty Petroleum Corporation	1.000	Liberty Petroleum Corporation 1.000
85	T17S-R16E 13: All	640.00	LH-374 9/1/91	.125	Marathon Oil Company	1.000	E.A. Watlington Trust .0025 Yates Petroleum Corporation .750 Marathon Oil Company .0725 Marathon Oil Company .250
86	T17S-R16E 23: All	640.00	LH-375 9/1/91	.125	Marathon Oil Company	1.000	E.A. Watlington Trust .0025 Yates Petroleum Corporation .750 Marathon Oil Company .0725 Marathon Oil Company .250
87	T17S-R16E 24: All	640.00	LH-376 9/1/91	.125	Getty Oil Company	1.000	Getty Oil Company 1.000
88	T17S-R16E 25: All	640.00	LH-377 9/1/91	.125	Marathon Oil Company	1.000	E.A. Watlington Trust .0025 Yates Petroleum Corporation .750 Marathon Oil Company .0725 Marathon Oil Company .250
89	T17S-R16E 26: All	640.00	LH-378 9/1/91	.125	Marathon Oil Company	1.000	E.A. Watlington Trust .0025 Yates Petroleum Corporation .750 Marathon Oil Company .0725 Marathon Oil Company .250
90	T17S-R16E 36: All	640.00	LH-379 9/1/91	.125	Getty Oil Company	1.000	Getty Oil Company 1.000
91	T18S-R17E 16: All	640.00	LH-380 9/1/91	.125	Getty Oil Company	1.000	Getty Oil Company 1.000

TOTAL: 19,171.54 - acres of State Lands

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3/04/85

ONE TREE UNIT TRACT NO.	DESCRIPTION	ACRES	LEASE NO & EXP. DATE ROYALTY		LESSEE OF RECORD	OVERRIDE, OR PRO-DUCTION PAYMENT		OWNER	
			EXP. DATE	ROYALTY					
92	T19S-R14E 2: W ₂ SE ₄ 3: SE ₄ SW ₄ , SW ₁ SE ₄ 4: SW ₁ NW ₄ , NW ₄ SW ₄ 5: Lot 1, SE ₄ NE ₄ , NW ₄ SW ₄ 6: NE ₄ SW ₄ , N ₂ SE ₄ 10: N ₂ NE ₄ 11: SW ₁ SE ₄ 14: N ₂ NE ₄ , SW ₁ NE ₄ 15: SW ₁ SE ₄ NW ₄ , S ₂ SW ₁ NW ₄ , NW ₄ SW ₄ , NW ₄ SW ₁ SW ₄ T19S-R15E 7: E ₂ NE ₄ 8: W ₁ NW ₄	960.52	Mesa Verde Ranch 5/19/86	.125	Yates Petroleum Corporation Marathon Oil Company	.750 .250	Marathon Oil Company	Yates Petroleum Corporation Marathon Oil Company	.750 .250
93	T18S-R17E 8: E ₂ NE ₄	80.00	Theibert Watts, et al 7/15/86	.125	Yates Petroleum Corporation Marathon Oil Company	.750 .250	Marathon Oil Company	Yates Petroleum Corporation Marathon Oil Company	.750 .250
94	T18S-R17E 7: SE ₄ SW ₄ 18: Lot 4, NE ₄ NW ₄ , N ₂ NE ₄ , SE ₄ SW ₄ , S ₂ SE ₄ 19: Lots 1, 2, NE ₄ , E ₂ NW ₄	654.66	Harold Williams, et al 7/21/86	.125	Yates Petroleum Corporation Marathon Oil Company	.750 .250	Marathon Oil Company	Yates Petroleum Corporation Marathon Oil Company	.750 .250
95	T18S-R16E 21: NE ₄ NE ₄ 22: N ₂ NW ₄ , SW ₁ NW ₄ , W ₂ SW ₄ 27: NW ₄ NW ₄ 28: NE ₄ NE ₄	320.00	Terry Lewis, et ux 7/22/86	.125	Yates Petroleum Corporation Marathon Oil Company	.750 .250	Marathon Oil Company	Yates Petroleum Corporation Marathon Oil Company	.750 .250
			40 net acres unleased						
			490.99 net acres unleased						
			240 net acres unleased						

Exhibit "B"

ONE TREE UNIT TRACT

NO.	DESCRIPTION	ACRES	LEASE NO & EXP. DATE		ROYALTY	LESSOR OF RECORD		OVERRIDE OR PRO-DUCTION PAYMENT		WORKING INTEREST OWNER
			EXP. DATE	LEASE NO		LESSOR OF RECORD	OVERRIDE OR PRO-DUCTION PAYMENT	WORKING INTEREST OWNER		
96	T18S-R15E 10: N $\frac{1}{2}$ N $\frac{1}{2}$ W $\frac{1}{2}$ NE $\frac{1}{4}$, NE $\frac{1}{4}$ SE $\frac{1}{4}$, S $\frac{1}{2}$ SE $\frac{1}{4}$ NE $\frac{1}{4}$ 11: NW $\frac{1}{4}$ SW $\frac{1}{4}$ 13: SW $\frac{1}{4}$ NW $\frac{1}{4}$ 14: SE $\frac{1}{4}$ NE $\frac{1}{4}$	340.00	Larry Jernigan, et al 8/3/86		.125	Yates Petroleum Corporation Marathon Oil Company	.750 .250	Marathon Oil Company	.750 .250	Yates Petroleum Corporation Marathon Oil Company
97	T17S-R16E 31: SE $\frac{1}{4}$ SE $\frac{1}{4}$ 32: S $\frac{1}{2}$ S $\frac{1}{2}$ 33: S $\frac{1}{2}$ NE $\frac{1}{4}$, SE $\frac{1}{4}$, E $\frac{1}{2}$ SW $\frac{1}{4}$, SW $\frac{1}{4}$ SW $\frac{1}{4}$ 34: S $\frac{1}{2}$ SW $\frac{1}{4}$, SW $\frac{1}{4}$ SE $\frac{1}{4}$	680.00	Larry Jernigan, et al 8/3/86 V.K. Cattle Company 2/5/90		.125	Yates Petroleum Corporation Marathon Oil Company	.750 .250	Marathon Oil Company	.750 .250	Yates Petroleum Corporation Marathon Oil Company
98	T18S-R16E 3: Lot 2 4: Lots 3,4 5: Lots 1-4, SW $\frac{1}{4}$ NE $\frac{1}{4}$, S $\frac{1}{2}$ NW $\frac{1}{4}$ 6: E $\frac{1}{2}$ E $\frac{1}{2}$ 7: NE $\frac{1}{4}$ NE $\frac{1}{4}$, SW $\frac{1}{4}$ NE $\frac{1}{4}$, SE $\frac{1}{4}$ NW $\frac{1}{4}$, E $\frac{1}{2}$ SW $\frac{1}{4}$	759.00	Larry Jernigan, et al 8/3/86 V.K. Cattle Company 2/5/90		.125	Yates Petroleum Corporation Marathon Oil Company	.750 .250	Marathon Oil Company	.750 .250	Yates Petroleum Corporation Marathon Oil Company
99	T18S-R14E 25: SE $\frac{1}{4}$ NE $\frac{1}{4}$	40.00	John L. VanWinkle, et ux 8/25/86 10 net acres unleased		.125	Yates Petroleum Corporation Marathon Oil Company	.750 .250	Marathon Oil Company	.750 .250	Yates Petroleum Corporation Marathon Oil Company
100	T18S-R14E 26: SW $\frac{1}{4}$ NW $\frac{1}{4}$, SW $\frac{1}{4}$ SW $\frac{1}{4}$ SW $\frac{1}{4}$ 27: SW $\frac{1}{4}$, N $\frac{1}{2}$ SE $\frac{1}{4}$, SE $\frac{1}{4}$ NE $\frac{1}{4}$, SE $\frac{1}{4}$ SE $\frac{1}{4}$ SE $\frac{1}{4}$ SE $\frac{1}{4}$ 34: NE $\frac{1}{4}$ NE $\frac{1}{4}$ NE $\frac{1}{4}$, S $\frac{1}{2}$ NE $\frac{1}{4}$ NE $\frac{1}{4}$ NE $\frac{1}{4}$, N $\frac{1}{2}$ SE $\frac{1}{4}$ NE $\frac{1}{4}$ NE $\frac{1}{4}$, SW $\frac{1}{4}$ SE $\frac{1}{4}$ NE $\frac{1}{4}$ NE $\frac{1}{4}$, SW $\frac{1}{4}$ NE $\frac{1}{4}$ NE $\frac{1}{4}$	350.00	Cecil H. Munson 8/25/86		.125	Yates Petroleum Corporation Marathon Oil Company	.750 .250	Marathon Oil Company	.750 .250	Yates Petroleum Corporation Marathon Oil Company

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ONE TREE UNIT TRACT NO.	DESCRIPTION	ACRES	LEASE NO & EXP. DATE	ROYALTY	LESSEE OF RECORD	OVERRIDE OR PRO-DUCTION PAYMENT	WORKING INTEREST OWNER
101	T18S-R14E 36: NE ¹ / ₄ SE ⁴ , N ¹ / ₄ S ¹ / ₂ SE ⁴ T18S-R15E 31: Lots 3, 4, SE ¹ / ₄ SW ⁴ , South 15.32 acres of Lot 2	207.69	Edith Atkins, et al 8/25/86	.125	Yates Petroleum Corporation Marathon Oil Company	.750 .250	Marathon Oil Company Yates Petroleum Corporation Marathon Oil Company
102	T18S-R14E 15: W ¹ / ₂ SE ⁴ , S ¹ / ₂ SW ⁴ 22: N ¹ / ₄ NW ⁴	240.00	Cecil H. Munson 9/3/86	.125	Yates Petroleum Corporation Marathon Oil Company	.750 .250	Yates Petroleum Corporation Marathon Oil Company
103	T18S-R14E 15: E ¹ / ₂ SE ⁴	80.00	Hollis Munson 9/3/86	.125	Yates Petroleum Corporation Marathon Oil Company	.750 .250	Yates Petroleum Corporation Marathon Oil Company
104	T18S-R15E 30: SE ¹ / ₄ SW ⁴ , SW ¹ / ₄ SE ⁴ , N ¹ / ₄ SE ⁴	160.00	Max Cartright 9/28/86	.125	Yates Petroleum Corporation Marathon Oil Company	.750 .250	Yates Petroleum Corporation Marathon Oil Company
105	T18S-R14E 25: S ¹ / ₂ S ¹ / ₂ S ¹ / ₂ , NE ¹ / ₄ SE ¹ / ₂ SW ⁴ , NW ¹ / ₄ SE ¹ / ₂ SE ⁴ , N ¹ / ₄ SW ¹ / ₂ SE ⁴ 36: NE ¹ / ₄ NE ⁴ T18S-R15E 31: Lot 1, E ¹ / ₂ NW ⁴ , NE ¹ / ₄ SW ⁴ , North 21.06 acres of Lot 2 33: SW ¹ / ₄ SW ⁴ T19S-R15E 4: Lot 4 5: Lot 1	459.66	Basil G. Holcomb, et ux 10/5/86	.125	Yates Petroleum Corporation Marathon Oil Company	.750 .250	Yates Petroleum Corporation Marathon Oil Company

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1/31/85
WORKING INTEREST
OWNER

OVERRIE OR PRO-
DUCTION PAYMENT

LEASE NO &
EXP. DATE ROYALTY

LESSOR OF RECORD

LESSEE OF RECORD 1.000
Yates Petroleum Corporation

Yates Petroleum Corporation 1.000

TRACT NO.	DESCRIPTION	ACRES	LEASE NO & EXP. DATE	ROYALTY	LESSOR OF RECORD	LESSEE OF RECORD	1.000
106	T185-R15E	3394.92	V.K. Cattle .1875	Yates Petroleum Corporation	Yates Petroleum Corporation	1.000	
	17: SW ¹ SE ⁴		Company				
	19: E ¹ SE ⁴ SE ⁴		2/5/90				
	20: SW ¹ SW ⁴ , W ¹ SE ⁴ SW ⁴ , NE ⁴ SW ⁴ , SE ⁴ NW ⁴ , E ¹ NE ⁴ NW ⁴ , N ¹ NW ⁴ NE ⁴						
	25: SE ⁴ , S ¹ S ¹ NE ⁴						
	27: S ¹ SW ⁴						
	28: E ¹ SE ⁴						
	29: W ¹ NW ⁴						
	30: S ¹ NE ⁴						
	32: E ¹ NE ⁴ , NE ⁴ SE ⁴						
	33: N ¹ , NW ¹ SW ⁴ , SE ⁴ SW ⁴ , S ¹ NE ⁴ SW ⁴ , S ¹ NW ⁴ SE ⁴ , S ¹ NW ⁴ SE ⁴ , N ¹ SW ⁴ SE ⁴						
	34: W ¹ NW ⁴ , E ¹ E ⁴						
	35: S ¹ , NW ¹ NW ⁴ , S ¹ NW ⁴ , SW ¹ NE ⁴						
	T185-R16E						
	31: Lots 3, 4, NE ⁴ , E ¹ SW ⁴ , W ¹ SE ⁴						
	T195-R15E						
	2: SW ¹ NW ⁴						
	3: Lots 1, 4, SE ⁴ NE ⁴						
	4: Lots 1, 2, 3, SE ⁴ NE ⁴ , SW ¹ NW ⁴ , W ¹ NW ¹ SW ⁴						
	5: SE ⁴ NE ⁴ , NE ⁴ NE ⁴ SE ⁴						
	T195-R16E						
	6: Lots 2, 3, 5, 6, 7, S ¹ NE ⁴ , SE ⁴ NW ⁴ , E ¹ SW ⁴ , W ¹ SE ⁴						
	7: Lots 1, 2, E ¹ NW ⁴						

TRACT NO.	DESCRIPTION	ACRES	LEASE NO & EXP. DATE	ROYALTY	LESSEE OF RECORD	OVERRIDE OR PRO-DUCTION PAYMENT	WORKING INTEREST OWNER
108	T16S-R16E 10: N4NW4, SE4NE4	200.00	Hazel Patterson Cleve 10/6/92	.125	Yates Petroleum Corporation Yates Drilling Company Abo Petroleum Corporation Myco Industries, Inc.	.700 .100 .100 .100	Yates Petroleum Corporation Yates Drilling Company Abo Petroleum Corporation Myco Industries, Inc.
			Charles F. Cleve, et ux 10/9/92	.125	Yates Petroleum Corporation Yates Drilling Company Abo Petroleum Corporation Myco Industries, Inc.	.700 .100 .100 .100	Yates Petroleum Corporation Yates Drilling Company Abo Petroleum Corporation Myco Industries, Inc.
			Bernard D. Cleve 10/9/92	.125	Yates Petroleum Corporation Yates Drilling Company Abo Petroleum Corporation Myco Industries, Inc.	.700 .100 .100 .100	Yates Petroleum Corporation Yates Drilling Company Abo Petroleum Corporation Myco Industries, Inc.
			Bernard Loomis Cleve 10/9/92	.125	Yates Petroleum Corporation Yates Drilling Company Abo Petroleum Corporation Myco Industries, Inc.	.700 .100 .100 .100	Yates Petroleum Corporation Yates Drilling Company Abo Petroleum Corporation Myco Industries, Inc.

TOTAL: 8,926.45 - acres of Fee Lands

108 T16S-R15E 80.00 USA Unleased

24: N4SW4

109 T16S-R16E 559.07 USA Unleased

26: Lot 3

27: SW4NE4

30: Lots 1-4, E4

35: NE4NE4

110 T18S-R14E 1511.94 USA Unleased

16: N4NW4NW4, NW4NE4NW4,
 N4NE4NE4NW4, N4NW4NW4NE4,
 E4NW4NE4, S4SW4NW4NE,
 S4SE4NE4NW4, E4NW4SE4NW4,
 E4SE4NW4

21: W4, N4NE4, SW4NE4, SE4,

N4SE4SE4NE4

22: Lots 2-7, E4NE4, NE4SE4,
 SW4NW4SE4

25: NW4SE4SW4, NE4SE4SE4

29: E4E4, NW4, W4SW4

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ONE TREE UNIT
WORKING INTEREST
OWNER

OVERRIDE OR PRO-
DUCTION PAYMENT

LESSOR OF RECORD

LEASE NO &
EXP. DATE ROYALTY

ACRES

DESCRIPTION

TRACT
NC.

TRACT NC.	DESCRIPTION	ACRES	LEASE NO & EXP. DATE	ROYALTY	LESSOR OF RECORD	OVERRIDE OR PRO- DUCTION PAYMENT	WORKING INTEREST OWNER
111	T18S-R17E 3: Lots 1-12, S $\frac{1}{2}$	778.73	USA		Unleased		
112	T19S-R14E 6: Lots 6, 7	78.15	USA		Unleased		
113	T19S-R15E 4: E $\frac{1}{2}$ NW $\frac{1}{4}$ SW $\frac{1}{4}$ 6: SE $\frac{1}{4}$	180.00	USA		Unleased		
114	T19S-R15E 2: Lots 1, 2, 4, SE $\frac{1}{2}$ SE $\frac{1}{4}$	159.95	State of New Mexico		Unleased		
115	T16S-R15E 24: SE $\frac{1}{2}$ SE $\frac{1}{4}$, S $\frac{1}{2}$ SW $\frac{1}{4}$ SE $\frac{1}{4}$, NE $\frac{1}{4}$ SW $\frac{1}{4}$ SE $\frac{1}{4}$ 25: W $\frac{1}{2}$ NE $\frac{1}{4}$, NW $\frac{1}{4}$ NE $\frac{1}{4}$ NE $\frac{1}{4}$, SW $\frac{1}{4}$ 34: SE $\frac{1}{4}$ SW $\frac{1}{4}$ 35: N $\frac{1}{2}$ NE $\frac{1}{4}$, NE $\frac{1}{4}$ NW $\frac{1}{4}$, S $\frac{1}{2}$ NW $\frac{1}{4}$, NW $\frac{1}{4}$ SW $\frac{1}{4}$	600.00	Fee		Unleased		
116	T16S-R16E 19: Lots 1, 3, 4, N $\frac{1}{2}$ NE $\frac{1}{4}$, SE $\frac{1}{2}$ NE $\frac{1}{4}$, N $\frac{1}{2}$ SE $\frac{1}{4}$ 20: NW $\frac{1}{4}$ NW $\frac{1}{4}$, N $\frac{1}{2}$ SW $\frac{1}{4}$, SW $\frac{1}{4}$ SE $\frac{1}{4}$, SE $\frac{1}{4}$ SW $\frac{1}{4}$ 25: E $\frac{1}{2}$ E $\frac{1}{4}$ 26: Lot 4, NE $\frac{1}{4}$ NE $\frac{1}{4}$	729.17	J. W. Cooper, et al F. D. Crockett J. B. Runyan, et al		Unleased		
117	T17S-R14E 13: NE $\frac{1}{4}$ 24: E $\frac{1}{2}$ SE $\frac{1}{4}$ 25: E $\frac{1}{2}$ NE $\frac{1}{4}$, S $\frac{1}{2}$	640.00	Fee		Unleased		

ONE TREE UNIT
TRACT
NO. DESCRIPTION ACRES EXP. DATE ROYALTY LESSEE OF RECORD OVERRIDE OR PRO- DUCTION PAYMENT WORKING INTEREST OWNER

TRACT NO.	DESCRIPTION	ACRES	EXP. DATE	ROYALTY	LESSEE OF RECORD	OVERRIDE OR PRO- DUCTION PAYMENT	WORKING INTEREST OWNER
118	T175-R15E	6057.15	Fee		Unleased		
	3: Lots 3, 4, SE1/4NW1/4						
	6: Lots 4, 5, 7, E1/2SW1/4, W1/2SE1/4						
	7: Lots 3, 4, W1/2NE1/4SW1/4, W1/2SE1/4SW1/4, W1/2SE1/4SW1/4, N1/2SE1/4SW1/4, NE1/4SW1/4SE1/4, S1/2SE1/4NE1/4						
	8: NW1/4SW1/4, S1/2SW1/4NW1/4						
	9: NW1/4NE1/4, E1/2NW1/4, NE1/4SW1/4						
	10: E1/2SW1/4, W1/2SE1/4						
	11: E1/2SW1/4SW1/4, SE1/4SW1/4, SW1/4SE1/4, E1/2NW1/4SE1/4, NE1/4SE1/4, SE1/4NE1/4, E1/2SW1/4NE1/4						
	12: SW1/4NW1/4						
	13: S1/2NW1/4, NE1/4SW1/4, N1/2SE1/4						
	14: E1/2NW1/4, E1/2NW1/4, W1/2NE1/4, W1/2SE1/4NE1/4						
	15: S1/2NE1/4, S1/2NE1/4NW1/4, SE1/4NW1/4, SW1/4NE1/4, N1/2SE1/4NE1/4, NE1/4SW1/4NW1/4SE1/4, S1/2NE1/4SE1/4, N1/2SE1/4SW1/4, N1/2SE1/4SE1/4						
	16: S1/2, S1/2NW1/4						
	17: N1/4						
	18: Lot 1, W1/2NE1/4NW1/4, NE1/4NE1/4, S1/2NE1/4, SE1/4NW1/4, N1/2SE1/4, SW1/4SE1/4, E1/2SW1/4						
	19: Lots 1, 3, 4, E1/2W1/4, W1/2SE1/4						
	20: SE1/4, S1/2NE1/4						
	21: N1/2SE1/4, SE1/4SE1/4, NE1/4SW1/4, SE1/4NW1/4, S1/2NE1/4						
	22: S1/2SW1/4, NE1/4SW1/4, SW1/4SE1/4, NW1/4NW1/4SE1/4, SW1/4SW1/4NE1/4, S1/2SE1/4NW1/4, W1/2SW1/4NW1/4, S1/2NW1/4NW1/4						
	23: SE1/4						
	24: S1/2SW1/4, S1/2NW1/4, NE1/4NE1/4						
	25: N1/2NW1/4NW1/4						
	27: N1/2NW1/4, SE1/4NW1/4, W1/2NE1/4, S1/2SE1/4, NE1/4SW1/4, NW1/4SE1/4						
	28: SW1/4NW1/4, S1/2SE1/4NW1/4, S1/2SW1/4NE1/4, NE1/4SW1/4, N1/2SE1/4SW1/4, NW1/4SE1/4, W1/2NE1/4SE1/4						
	29: NE1/4, NE1/4SE1/4						
	30: Lots 1, 2, S1/2NE1/4, N1/2SE1/4, SW1/4SE1/4, S1/2SE1/4SE1/4						
	31: N1/2NE1/4, E1/2NE1/4NW1/4, N1/2SE1/4, S1/2S1/2NE1/4, S1/2SE1/4NW1/4, N1/2NE1/4SW1/4						

ONE FREE UNIT TRACT NO.	DESCRIPTION	ACRES	LEASE NO & EXP. DATE	ROYALTY	LESSEE OF RECORD	UNLEASED
119	117S-R16E	2135.49	J.W. Underwood		Unleased	
7:	SE ₄ , S ₁ NE ₄ , S ₂ N ₁ NE ₄ , SE ₄ SW ₄		F.D. & R.K. Crockett			
11:	W ₂ E ₄ , E ₂ W ₄		J.W. Cooper, et al			
17:	NW ₄ NW ₄ , SW ₄ SW ₄ , S ₂ N ₁ W ₂ SW ₄		D.G. Parker			
18:	SE ₄ , S ₂ NE ₄ , NE ₄ NE ₄ , E ₂ SW ₄ , Lot 3		Flag-Redfern, et al			
19:	Lots 1, 2, NE ₄ NW ₄ , NW ₄ NE ₄		N.M. Osage			
20:	NE ₄ NW ₄ NW ₄ , NW ₄ NE ₄ NW ₄		J.B. Runyan			
34:	N ₂ S ₂ , S ₂ N ₂		J.W. Cooper, et al			
35:	N ₂ , N ₂ S ₂ , S ₂ SW ₄		T.E. & T.L. Watts			
120	118S-R14E	2371.88	Fee		Unleased	
1:	Lots 3, 4, S ₂ NW ₄ , SW ₄ NE ₄ , NE ₄ SW ₄ , N ₂ SE ₄					
2:	Lots 1-4, SW ₄ NE ₄ , S ₂ NE ₄ NW ₄ SE ₄ , N ₂ SE ₄ NW ₄ SE ₄ , SE ₄ SE ₄ NW ₄ SE ₄ , W ₂ SW ₄ NE ₄ SE ₄ , SE ₄ SW ₄ NE ₄ SE ₄ , NW ₄ SE ₄ SE ₄ SE ₄ , SE ₄ NE ₄ SE ₄ SE ₄ , N ₂ SE ₄ SE ₄ SE ₄ , SE ₄ SE ₄ SE ₄ SE ₄					
3:	Lots 1-4, S ₂ N ₂ , W ₂ SW ₄					
11:	S ₂ SE ₄					
12:	N ₂ NE ₄ , SW ₄ NE ₄ , NW ₄ SE ₄ , NE ₄ SW ₄ , S ₂ SW ₄					
14:	N ₂ NE ₄ , N ₂ SE ₄ NE ₄ , SW ₄ SE ₄ NE ₄ , N ₂ SE ₄ SE ₄ NE ₄ , SE ₄ SW ₄ NE ₄ , W ₂ SE ₄ , E ₂ SW ₄					
16:	S ₂ NW ₄ NW ₄ NE ₄ , N ₂ SW ₄ NW ₄ NE ₄ , S ₂ NE ₄ NE ₄ NW ₄ , N ₂ NE ₄ NE ₄ NW ₄ , S ₂ NW ₄ NW ₄ , SW ₄ NE ₄ NW ₄ , S ₂ NW ₄ NW ₄ , N ₂ SW ₄ NW ₄ , W ₂ NW ₄ SE ₄ NW ₄ , SW ₄ SW ₄ NW ₄ , NW ₄ SE ₄ SW ₄ NW ₄ , N ₂ NW ₄ NW ₄ SW ₄ , SW ₄ NW ₄ NW ₄ SW ₄ , NW ₄ SE ₄ SW ₄ NW ₄ SW ₄					
21:	NE ₄ SE ₄ NE ₄ , SW ₄ SE ₄ NE ₄ , E ₂ NW ₄ SE ₄ NE ₄ , SW ₄ NW ₄ SE ₄ NE ₄					
22:	W ₂ SE ₄ NW ₄ , SE ₄ SE ₄ NW ₄ , SW ₄ NW ₄ , SW ₄ SW ₄ NE ₄ , N ₂ NW ₄ SE ₄ , SE ₄ NW ₄ SE ₄					
25:	NE ₄ NE ₄ , SW ₄ NE ₄ , SE ₄ NW ₄					
29:	W ₂ E ₄ , E ₂ SW ₄					
35:	NE ₄					

ONE TREE UNIT TRACT NO.	DESCRIPTION	ACRES	LEASE NO & EXP. DATE	ROYALTY	LESSEE OF RECORD	OVERRIDE OR PRO-DUCTION PAYMENT	WORKING INTEREST OWNER
121	T18S-R15E 5: W ¹ SW ⁴ 6: Lot 6, E ¹ SW ⁴ , SE ⁴ 7: Lot 1 8: N ¹ NW ⁴ , SE ⁴ NW ⁴ , SW ⁴ NE ⁴ 13: NW ⁴ SW ⁴ 14: NE ⁴ SE ⁴ 18: Lot 3, NE ⁴ SW ⁴ , N ¹ SE ⁴ 28: SW ⁴ SW ⁴ 29: W ¹ SE ⁴ , E ¹ SW ⁴ , E ¹ SE ⁴ SE ⁴	1010.56	Fee		Unleased		
122	T18S-R16E 34: W ¹	320.00	D.M. McCasland W.B. McGuire	Pan Mutual Royalties	Unleased		
123	T18S-R17E 9: W ¹ NW ⁴ 15: SE ⁴ SW ⁴ , S ¹ SE ⁴ 20: W ¹ SE ⁴ , E ¹ SW ⁴ 22: NE ⁴ NE ⁴ 29: NW ⁴	560.00	M.C. & F.J. Irwin Elma Davenport, et al W.M. Riddle & W.J. Fine Mildred Wright, et al The Wilmington Savings & Trust Company		Unleased		
124	T19S-R15E 1: Lots 2,3, SE ⁴ NW ⁴ , SW ⁴ NE ⁴	159.79	Fee		Unleased		
125	T19S-R16E 3: SW ⁴ 4: SE ⁴ 9: E ¹ E ¹ 17: W ¹ NE ⁴ 18: Lot 4	581.58	D.M. McCasland Sol & Farrell Van Cleve	Pan Mutual Royalties	Unleased		

TOTAL: 18,513.46 - acres of Unleased Lands

Recapitulation

131,180.35 Acres Federal Lands	73.783121% of Unit Area
19,171.54 Acres State Lands	10.783141% of Unit Area
8,926.45 Acres Fee Lands	5.020732% of Unit Area
18,513.46 Acres Unleased Lands	10.413000% of Unit Area
<u>TOTAL: 177,791.80 Acres All Lands</u>	<u>100.000000% of Unit Area</u>

134,368.24 Acres Federal Lands	75.576174% of Unit Area
19,331.49 Acres State Lands	10.873105% of Unit Area
24,092.07 Acres Fee Lands	13.550721% of Unit Area
<u>TOTAL: 177,791.80 Acres All Lands</u>	<u>100.000000% of Unit Area</u>



United States Department of the Interior

BUREAU OF LAND MANAGEMENT

Box 1397, Roswell, New Mexico - 88201

8355

One Tree Unit Agr.
3180 (060)

May 7, 1985

Yates Petroleum Corporation
Attention: Kathy H. Colbert
207 South Fourth Street
Artesia, NM 88210

Gentlemen:

Your letter dated May 1, 1985, requested that One Tree Unit Agreement be amended by deleting the minimum of six miles between wells requirement as it appears in Section 9, Paragraph 3 of the unit agreement.

Your request is based on new geological information that you have acquired subsequent to the formation of the unit. We have no objection to the requested amendment, provided that all signatory parties to the unit agreement consent to the change and that you furnish this office with evidence of their concurrence along with revised pages 6 and 7 to the unit agreement.

Inasmuch as there are State and Fee lands within the unit area, approval should be received from the Commissioner of Public Lands and the New Mexico Oil Conservation Division. If you have any questions concerning this matter, feel free to contact Armando Lopez at 622-9042.

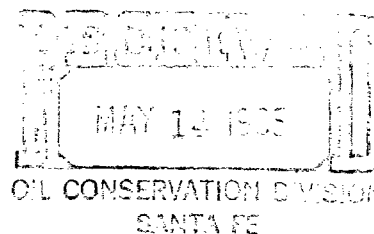
Sincerely yours,

Orig. Sgd. Francis R. Cherry, Jr.

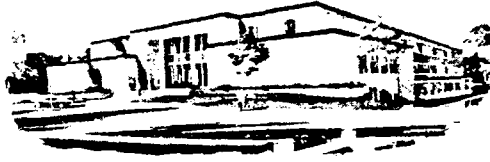
District Manager

cc:
NMOCD, Santa Fe
Commissioner of Public Lands, Santa Fe

LOPEZ/ldr/050785/1359M



State of New Mexico



Commissioner of Public Lands

May 15, 1985

JIM BACA
COMMISSIONER

Yates Petroleum Corporation
207 South Fourth Street
Artesia, New Mexico 88210

P.O. BOX 1148
SANTA FE, NEW MEXICO 87504-1148
Express Mail Delivery Use:
310 Old Santa Fe Trail
Santa Fe, New Mexico 87501

8355
[Handwritten signature]

Re: One Tree Unit
Chaves and Otero Counties
New Mexico

ATTENTION: Ms. Kathy H. Colbert

Gentlemen:

This office is in receipt of your letter dated May 6, 1985, wherein you have requested that the One Tree Unit Agreement be amended by deleting the minimum of six miles between wells sentence from Section 9, Paragraph 3 of the captioned unit agreement.

Please be advised that the Commissioner of Public Lands has no objection to this amendment, provided that all signatory parties to the unit agreement also consent to this change.

If we may be of further help please do not hesitate to call on us.

Very truly yours,

JIM BACA
COMMISSIONER OF PUBLIC LANDS

BY: *Ray D. Graham*
RAY D. GRAHAM, Director
Oil and Gas Division
AC 505/827-5744

JB/RDG/pm

cc: OCD-Santa Fe, New Mexico
 BLM-Albuquerque, New Mexico Attn: Fluids Branch
 BLM-Roswell, New Mexico Attn: Mr. Armando Lopez



207 SOUTH FOURTH STREET
ARTESIA, NEW MEXICO 88210

TELEPHONE (505) 748-1331

June 13, 1986

S. P. YATES
PRESIDENT
MARTIN YATES, III
VICE PRESIDENT
JOHN A. YATES
VICE PRESIDENT
B. W. HARPER
SEC. TREAS.

#9355

New Mexico Oil Conservation Commission
P. O. Box 2088
Santa Fe, New Mexico 87507

Attention: Mr. Richard Stamets

Re: One Tree Unit
Chaves and Otero Counties,
New Mexico

Gentlemen:

Under the Unit Agreement covering the captioned, a unit well must be drilling no later than July 7, 1986 in order to keep the unit in effect. Actually, absence of operations on June 30, 1986 will cause several leases within the unit to expire. We are acutely aware of these facts, and have spent several weeks trying to resolve certain problems. The three dry holes drilled in the area by Yates cost in excess of one million dollars each. In view of the continuing depression of the oil and gas industry, we have been forced to re-evaluate prospects, especially remote, wildcat areas.

Therefore it is with considerable regret that we will not be drilling another unit well. We still feel the potential exists, however, under the circumstances we must walk away from it.

We would like to thank you ~~again~~ for your assistance to us during the formation and approval of a unit of this large size. We sincerely appreciate all the efforts of you and your staff.

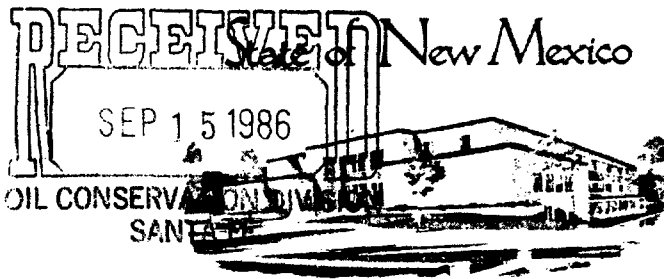
Please contact me should you have any questions or need to discuss the matter further.

Very truly yours,

YATES PETROLEUM CORPORATION

Kathy H. Colbert
Kathy H. Colbert
Landman

KHC/mw



JIM BACA
COMMISSIONER

Commissioner of Public Lands
September 12, 1986

P.O. BOX 1148
SANTA FE, NEW MEXICO 87504-1148

Yates Petroleum Corporation
Attn: Ms. Kathy H. Colbert
207 South Fourth Street
Artesia, New Mexico 88210

Re: Termination of One Tree Unit
Agreement Chaves and Otero
Counties, New Mexico

Gentlemen:

Our records reflect that the One Tree Unit Agreement was approved effective as of April 5, 1985. The term of the agreement is contingent upon the unit operator drilling one well at a time, allowing not more than six months time between the completion of one well and the beginning of the next, until a well capable of producing unitized substances in paying quantities is completed.

Our records indicate that the One Tree Unit Well No. 1 was drilled to a total depth of 6535 feet and was subsequently plugged and abandoned on June 24, 1985. The Unit Well No. 2 was drilled to a total depth of 2980 feet and determined to be a dry hole, shut-in and turned over to the U. S. Forest Service for a water well on January 7, 1986, making commencement of drilling operations on the next unit well due by July 7, 1986.

In view of the above and inasmuch as the next unit well was not timely commenced, this office has this date terminated the One Tree Unit Agreement effective as of July 7, 1986 as per Section 9 of the Unit Agreement.

This action is subject to like approval by the New Mexico Oil Conservation Division and the Bureau of Land Management.

Please advise all interested parties of this action.

Very truly yours,

JIM BACA
COMMISSIONER OF PUBLIC LANDS

BY: *Floyd O. Prando*

FLOYD O. PRANDO, Director
Oil and Gas Division
(505) 827-5744

JB/FOP/pm

cc: OCD-Santa Fe, New Mexico

BLM-Roswell, New Mexico Attn: Mr. Jerry Dutchover



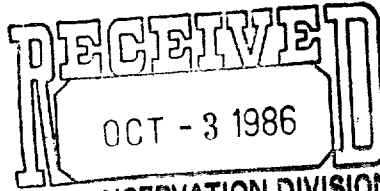
United States Department of the Interior

BUREAU OF LAND MANAGEMENT

Box 139Z, Roswell, New Mexico - 88201

IN REPLY
REFER TO:

MM061P35-850526
3180 (065)



SEP 29 1986

Yates Petroleum Corporation
Attention: Ms. Kathy Colbert
207 South Fourth Street
Artesia, NM 88210
OIL CONSERVATION DIVISION
SANTA FE

Re: Termination of One Tree Unit Agreement, Chaves and Sere Counties,
New Mexico

Gentlemen:

This office acknowledges the termination of the One Tree Unit Agreement by the State of New Mexico Commissioner of Public Lands pursuant to your request. The Commissioner of Public Lands terminated the One Tree Unit Agreement effective as of July 7, 1986.

The One Tree Unit Well No. 2 was drilled to a total depth of 2,980 feet and was determined to be a dry hole. This well was shut in and turned over to the U. S. Forest Service for use as a water well on January 7, 1986. This would make commencement of drilling operations on the next unit well due by July 7, 1986.

In view of the above and since the drilling of the next unit well was not timely commenced, the Bureau of Land Management concurs with the termination of the Unit Agreement by the Commissioner of Public Lands and hereby considers the One Tree Unit Agreement terminated effective as of July 7, 1986.

If you have any questions or if we can be of further assistance, please feel free to contact the Branch of Fluid Minerals.

Sincerely,

Orig. Sgd. Francis R. Cherry, Jr.

Francis R. Cherry, Jr.
District Manager

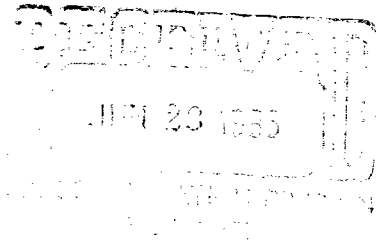
cc:

Commissioner of Public Lands, Santa Fe
✓NMOCD, Santa Fe



207 SOUTH FOURTH STREET
ARTESIA, NEW MEXICO 88210
TELEPHONE (505) 748-1331

S. P. YATES
PRESIDENT
MARTIN YATES, III
VICE PRESIDENT
JOHN A. YATES
VICE PRESIDENT
B. W. HARPER
SEC.-TREAS.



June 25, 1985

Bureau of Land Management
P. O. Box 1397
Roswell, New Mexico 88201

Attention: Armando Lopez

Re: One Tree Unit
Chaves and Otero
Counties, New Mexico

Gentlemen:

Enclosed are copies of letter executed on behalf of Marathon Oil Company, Gulf Oil Company, Rocky Mountain Exploration Company, Chieftain International, Inc. and Fortune Oil Company, whereby they consent to delete the minimum of six miles between wells requirement in Section 9, Paragraph 3 of the captioned unit agreement. Since the Yates group (Yates Petroleum Corporation, Estelle H. Yates, Lillie M. Yates, Peyton Yates, Abo Petroleum Corporation, Myco Industries, Inc., Weed Oil & Gas, John A. Yates and Yates Drilling Company) requested this change on May 6, 1985, these letters are from the balance of parties to the unit.

Also enclosed are revised Pages 6 and 7 to said agreement, to reflect the change. Please advise should you require anything further to approve the change.

Thank you.

Very truly yours,

YATES PETROLEUM CORPORATION

Kathy H. Colbert
Kathy H. Colbert
Landman

KHC/dw

Enclosures

xc: New Mexico Oil Conservation Division
Attention: Dick Stamets

Commissioner of Public Lands
Attention: Ray D. Graham



207 SOUTH FOURTH STREET
ARTESIA, NEW MEXICO 88210

TELEPHONE (505) 748-1331

S. P. YATES
PRESIDENT
MARTIN YATES, III
VICE PRESIDENT
JOHN A. YATES
VICE PRESIDENT
B. W. HARPER
SEC. TREAS.

May 6, 1985

TO: WORKING INTEREST OWNERS
Addressee List Attached

Re: One Tree Unit
Chaves and Otero Counties,
New Mexico

Gentlemen:

We have requested the Bureau of Land Management to delete the "six mile minimum distance between wells" sentence from Section 9, Paragraph 3 of the captioned unit agreement. All other provisions of the agreement would remain the same.

If you have no objections to this revision, please execute below and return one copy of this letter to our office. If no reply has been received by May 14, 1985,, we will assume the change is agreeable with you.

Thank you for your prompt attention to this matter.

Very truly yours,

YATES PETROLEUM CORPORATION

Kathy H. Colbert
Kathy H. Colbert
Landman

KHC/dw

AGREED AND ACCEPTED THIS 10TH DAY OF May, 1985.

By *John P. Duddleston*

RECEIVED

MAY 07 1985

MARATHON OIL COMPANY
LAND DEPARTMENT
OILFIELD SERVICES



207 SOUTH FOURTH STREET
ARTESIA, NEW MEXICO 88210

TELEPHONE (505) 748-1331

S. P. YATES
PRESIDENT
MARTIN YATES, III
VICE PRESIDENT
JOHN A. YATES
VICE PRESIDENT
B. W. HARPER
SEC. TREAS.

May 6, 1985

RECEIVED MAY 9 1985
TO: WORKING INTEREST OWNERS
Addressee List Attached

Re: One Tree Unit
Chaves and Otero Counties,
New Mexico

Gentlemen:

We have requested the Bureau of Land Management to delete the "six mile minimum distance between wells" sentence from Section 9, Paragraph 3 of the captioned unit agreement. All other provisions of the agreement would remain the same.

If you have no objections to this revision, please execute below and return one copy of this letter to our office. If no reply has been received by May 14, 1985,, we will assume the change is agreeable with you.

Thank you for your prompt attention to this matter.

Very truly yours,

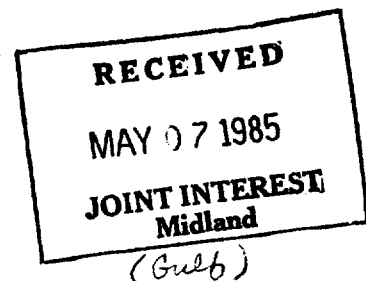
YATES PETROLEUM CORPORATION

Kathy H. Colbert
Kathy H. Colbert
Landman

KHC/dw

AGREED AND ACCEPTED THIS 10 DAY OF May, 1985.

By *L. K. Patton*



RECEIVED MAY 24 1985



207 SOUTH FOURTH STREET
ARTESIA, NEW MEXICO 88210
TELEPHONE (505) 748-1331

S. P. YATES
PRESIDENT
MARTIN YATES, III
VICE PRESIDENT
JOHN A. YATES
VICE PRESIDENT
B. W. HARPER
SEC. TREAS.

May 6, 1985

TO: WORKING INTEREST OWNERS
Addressee List Attached

Re: One Tree Unit
Chaves and Otero Counties,
New Mexico

Gentlemen:

We have requested the Bureau of Land Management to delete the "six mile minimum distance between wells" sentence from Section 9, Paragraph 3 of the captioned unit agreement. All other provisions of the agreement would remain the same.

If you have no objections to this revision, please execute below and return one copy of this letter to our office. If no reply has been received by May 14, 1985,, we will assume the change is agreeable with you.

Thank you for your prompt attention to this matter.

Very truly yours,

YATES PETROLEUM CORPORATION

Kathy H. Colbert
Kathy H. Colbert
Landman

KHC/dw

AGREED AND ACCEPTED THIS 22 nd DAY OF May, 1985.

ROCKY MOUNTAIN EXPLORATION COMPANY
By *David L. Allin*
David L. Allin, Attorney-in-Fact

RECEIVED MAY 24 1985



207 SOUTH FOURTH STREET
ARTESIA, NEW MEXICO 88210
TELEPHONE (505) 748-1331

S. P. YATES
PRESIDENT
MARTIN YATES, III
VICE PRESIDENT
JOHN A. YATES
VICE PRESIDENT
B. W. HARPER
SEC. TREAS.

May 6, 1985

TO: WORKING INTEREST OWNERS
Addressee List Attached

Re: One Tree Unit
Chaves and Otero Counties,
New Mexico

Gentlemen:

We have requested the Bureau of Land Management to delete the "six mile minimum distance between wells" sentence from Section 9, Paragraph 3 of the captioned unit agreement. All other provisions of the agreement would remain the same.

If you have no objections to this revision, please execute below and return one copy of this letter to our office. If no reply has been received by May 14, 1985,, we will assume the change is agreeable with you.

Thank you for your prompt attention to this matter.

Very truly yours,

YATES PETROLEUM CORPORATION

Kathy H. Colbert
Kathy H. Colbert
Landman

KHC/dw

AGREED AND ACCEPTED THIS 22 nd DAY OF May, 1985.

ROCKY MOUNTAIN EXPLORATION COMPANY

By *David L. Allin*
David L. Allin, Attorney-in-Fact

RECEIVED JUN 27 1985



207 SOUTH FOURTH STREET
ARTESIA, NEW MEXICO 88210
TELEPHONE (505) 748-1331

S. P. YATES
PRESIDENT
MARTIN YATES, III
VICE PRESIDENT
JOHN A. YATES
VICE PRESIDENT
B. W. HARPER
SEC. TREAS.

May 6, 1985

TO: WORKING INTEREST OWNERS
Addressee List Attached

Re: One Tree Unit
Chaves and Otero Counties,
New Mexico

Gentlemen:

We have requested the Bureau of Land Management to delete the "six mile minimum distance between wells" sentence from Section 9, Paragraph 3 of the captioned unit agreement. All other provisions of the agreement would remain the same.

If you have no objections to this revision, please execute below and return one copy of this letter to our office. If no reply has been received by May 14, 1985,, we will assume the change is agreeable with you.

Thank you for your prompt attention to this matter.

Very truly yours,

YATES PETROLEUM CORPORATION

Kathy H. Colbert
Kathy H. Colbert
Landman

KHC/dw

AGREED AND ACCEPTED THIS 18th DAY OF June, 1985.

By John K. Anderson
Fortune Oil Company
PRES.



207 SOUTH FOURTH STREET
ARTESIA, NEW MEXICO 88210
TELEPHONE (505) 748-1331

S. P. YATES
PRESIDENT
MARTIN YATES, III
VICE PRESIDENT
JOHN A. YATES
VICE PRESIDENT
B. W. HARPER
SEC. TREAS.

May 6, 1985

TO: WORKING INTEREST OWNERS
Addressee List Attached

Re: One Tree Unit
Chaves and Otero Counties,
New Mexico

Gentlemen:

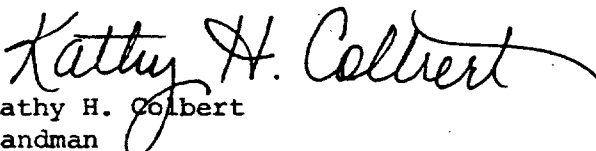
We have requested the Bureau of Land Management to delete the "six mile minimum distance between wells" sentence from Section 9, Paragraph 3 of the captioned unit agreement. All other provisions of the agreement would remain the same.

If you have no objections to this revision, please execute below and return one copy of this letter to our office. If no reply has been received by May 14, 1985,, we will assume the change is agreeable with you.

Thank you for your prompt attention to this matter.

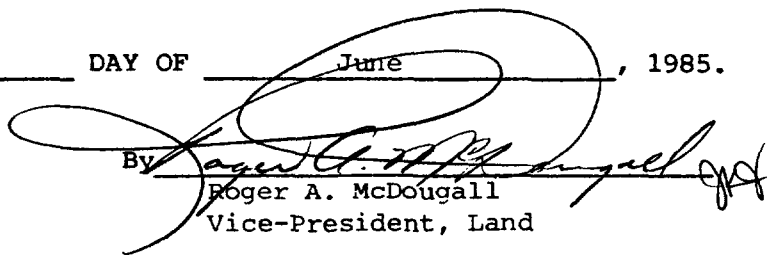
Very truly yours,

YATES PETROLEUM CORPORATION


Kathy H. Colbert
Landman

KHC/dw

AGREED AND ACCEPTED THIS 3rd DAY OF June, 1985.

By 
Roger A. McDougall
Vice-President, Land

exercising any and all rights of the parties hereto which are necessary or convenient for prospecting for, producing, storing, allocating, and distributing the unitized substances are hereby delegated to and shall be exercised by the Unit Operator as herein provided. Acceptable evidence of title to said rights shall be deposited with Unit Operator and, together with this agreement, shall constitute and define the rights, privileges, and obligations of Unit Operator. Nothing herein, however, shall be construed to transfer title to any land or to any lease or operating agreement, it being understood that under this agreement the Unit Operator, in its capacity as Unit Operator, shall exercise the rights of possession and use vested in the parties hereto only for the purposes herein specified.

9. DRILLING TO DISCOVERY. Within 6 months after the effective date hereof, the Unit Operator shall commence to drill an adequate test well at a location approved by the AO or by the Land Commissioner, if on State land, or by the Division if on Fee Lands, unless on such effective date a well is being drilled in conformity with the terms hereof, and thereafter continue such drilling diligently until the Granite Wash formation has been tested or until at a lesser depth unitized substances shall be discovered which can be produced in paying quantities (to wit: quantities sufficient to repay the costs of drilling, completing, and producing operations, with a reasonable profit) or the Unit Operator shall at any time establish to the satisfaction of the AO, the Land Commissioner if on State land, or the Division if on Fee land, that further drilling of said well would be unwarranted or impracticable, provided, however, that Unit Operator shall not in any event be required to drill said well to a depth in excess of 10,000 feet. Until the discovery of unitized substances capable of being produced in paying quantities, the Unit Operator shall continue drilling one well at a time, allowing not more than 6 months between the completion of one well and the commencement of drilling operations for the next well, until a well capable of producing unitized substances in paying quantities is completed to the satisfaction of the AO, or of the Land Commissioner if on State land, or the Division if on Fee land, or until it is reasonably proved that the unitized land is incapable of producing unitized substances in paying quantities in the formations drilled hereunder. Nothing in this section shall be deemed to limit the right of the Unit Operator to resign as provided in Section 5, hereof, or as requiring Unit Operator to commence or continue any drilling during the period pending such resignation becoming effective in order to comply with the requirements of this section.

The AO and Land Commissioner may modify any of the drilling requirements of this section by granting reasonable extensions of time when, in his opinion, such action is warranted.

Notwithstanding anything in this unit agreement to the contrary, except Section 25, UNAVOIDABLE DELAY, six (6) wells shall be drilled with not more than 6-months time elapsing between the completion of one and the commencement of the next, until all 6 have been drilled to basement.

All wells must be drilled in compliance with the above specified formation or depth requirements in order to meet the dictates of this section; and in order to be accepted by the AO as the unit test well, within the meaning of this section. Nevertheless, in the event of the discovery of unitized substances in paying quantities by any well, this unit agreement shall not terminate for failure to complete the six (6) well program but the unit area shall be contracted automatically, effective the first day of the month following the default, to eliminate by subdivisions (as defined in Section 2(e) hereof) all lands not then entitled to be in a participating area.

Upon failure to commence any well as provided for in this (these) section(s) within the time allowed, prior to the establishment of a participating area, including any extension of time granted by AO and the Land Commissioner, this agreement will automatically terminate. Upon failure to continue drilling diligently any well commenced hereunder, the AO and the Land Commissioner may, after 15-days notice to the Unit Operator, declare this unit agreement terminated. The parties to this agreement may not initiate a request to voluntarily terminate this agreement during the first 6 months of its term unless at least one obligation well has been drilled in accordance with the provisions of this section.

10. PLAN OF FURTHER DEVELOPMENT AND OPERATION. Within 6 months after completion of a well capable of producing unitized substances in paying quantities, the Unit Operator shall submit for the approval of the AO and the Land Commissioner, and State Division an acceptable plan of development and operation for the unitized land which, when approved by the AO, the Land Commissioner, and State Division, shall constitute the further drilling and development obligations of the Unit Operator under this agreement for the period specified therein. Thereafter, from time to time before the expiration of any existing plan, the Unit Operator shall submit for the approval of the AO, the Land Commissioner, and State Division a plan for an additional specified period for the development and operation of the unitized land. Subsequent plans should normally be filed on a calendar year basis not later than March 1 each year. Any proposed modification or addition to the existing plan should be filed as a supplement to the plan.

Any plan submitted pursuant to this section shall provide for the timely exploration of the unitized area, and the diligent drilling necessary for determination of the area or areas capable of producing unitized substances in paying quantities in each and every productive formation. This plan shall be as complete and adequate as the AO, the Land Commissioner, and State Division may determine to be necessary for timely development and proper conservation of the oil and gas resources in the unitized area and shall:

50 YEARS



STATE OF NEW MEXICO
ENERGY AND MINERALS DEPARTMENT
OIL CONSERVATION DIVISION



1935 - 1985

September 10, 1985

TONEY ANAYA
GOVERNOR

POST OFFICE BOX 2088
STATE LAND OFFICE BUILDING
SANTA FE, NEW MEXICO 87501
(505) 827-5800

Yates Petroleum Corporation
207 South Fourth Street
Artesia, New Mexico 88210

#8355

Attention: Kathy H. Colbert

Re: ~~First Amendment~~ to the
One Tree Unit
~~Blaves~~ and Otero Counties, New Mexico

Gentlemen:

The above-referenced submittal has been approved by the New Mexico Oil Conservation Division effective this date. Such approval is contingent upon like approval by the New Mexico Commissioner of Public Lands and the Bureau of Land Management.

Sincerely,

ROY E. JOHNSON,
Senior Petroleum Geologist

REJ/dr

cc: Commissioner of Public Lands - Santa Fe
Bureau of Land Management - Albuquerque
OCD District Office - Artesia and Hobbs

50 YEARS



TONEY ANAYA
GOVERNOR

STATE OF NEW MEXICO
ENERGY AND MINERALS DEPARTMENT
OIL CONSERVATION DIVISION

September 10, 1985



1935 - 1985

POST OFFICE BOX 2088
STATE LAND OFFICE BUILDING
SANTA FE, NEW MEXICO 87501
(505) 827-5800

Yates Petroleum Corporation
207 South Fourth Street
Artesia, New Mexico 88210

Attention: Kathy H. Colbert

Re: First Amendment to the
One Tree Unit
Chaves and Otero Counties, New Mexico

Gentlemen:

The above-referenced submittal has been approved by the New Mexico Oil Conservation Division effective this date. Such approval is contingent upon like approval by the New Mexico Commissioner of Public Lands and the Bureau of Land Management.

Sincerely,

A handwritten signature in black ink, appearing to read "Roy E. Johnson".

ROY E. JOHNSON,
Senior Petroleum Geologist

REJ/dr

cc: Commissioner of Public Lands - Santa Fe
Bureau of Land Management - Albuquerque
OCD District Office - Artesia and Hobbs



207 SOUTH FOURTH STREET
ARTESIA, NEW MEXICO 88210
TELEPHONE (505) 748-1331

S. P. YATES
PRESIDENT
MARTIN YATES, III
VICE PRESIDENT
JOHN A. YATES
VICE PRESIDENT
B. W. HARPER
SEC. TREAS.

August 26, 1985

New Mexico Oil Conservation Division
P. O. Box 871
Santa Fe, New Mexico 87501

Attention: Mr. Richard L. Stamets

First Amendment to the
Re: One Tree Unit
Chaves and Otero Counties,
New Mexico

Gentlemen:

With reference to our letter dated May 6, 1985 concerning amendment of the captioned unit agreement, enclosed is a copy of letter dated August 22, 1985 from the Bureau of Land Management, whereby they consent to said amendment. Both the Bureau of Land Management and the Commissioner of Public Lands have requested like approval from the New Mexico Oil Conservation Division. Please advise what else you require prior to giving such approval.

Thank you.

Very truly yours,

YATES PETROLEUM CORPORATION

Kathy H. Colbert
Kathy H. Colbert
Landman

KHC/mw

Enclosure



United States Department of the Interior

BUREAU OF LAND MANAGEMENT

Box 1397, Roswell, New Mexico - 88201

NM 061P35-85U526
3180 (065)

August 22, 1985

Yates Petroleum Corporation
Attention: Kathy M. Colbert
207 South Fourth Street
Artesia, NM 88210Re: First Amendment to the One Tree Unit
Agreement, NM 061P35-85U526
Chaves and Otero Counties, New Mexico

Gentlemen:

Your letters filed with this office on June 27, July 24 and August 9, 1985, transmitted copies of subsequent ratifications and revised pages 6 and 7 to the One Tree Unit Agreement, Chaves and Otero Counties, New Mexico. These instruments, executed by Yates Petroleum Corporation, the unit operator, and working interest owners, ratified deleting the "six mile minimum distance between wells" provision from Paragraph 3, Section 9 and amending pages 6 and 7 of the unit agreement accordingly.

You advise, that as unit operator, all other provisions of the unit agreement will remain the same. Pursuant to your request, subject ratifications, concurring in amending Paragraph 3, Section 9, are hereby accepted and the First Amendment to the One Tree Unit Agreement is approved effective this date, subject to like approval by the Commissioner of Public Lands and the New Mexico Oil Conservation Division.

Sincerely,

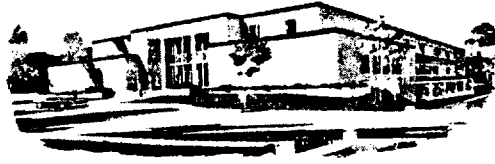
Orig. Sgd. David L. Mari

Francis R. Cherry, Jr.
FOR District Manager

cc:

Commissioner of Public Lands, Santa Fe
✓ NMOCD, Santa Fe

State of New Mexico



JIM BACA
COMMISSIONER

Commissioner of Public Lands

August 28, 1985

P.O. BOX 1148
SANTA FE, NEW MEXICO 87504-1148

Express Mail Delivery Use:
310 Old Santa Fe Trail
Santa Fe, New Mexico 87501

Yates Petroleum Corporation
207 South Fourth Street
Artesia, New Mexico 88210

Re: First Amendment to One Tree Unit
Chaves and Otero Counties, New Mexico

ATTENTION: Ms. Kathy H. Colbert

Gentlemen:

The Bureau of Land Management has notified this office that they have approved your request to delete the "six mile minimum distance between wells" provision from Paragraph 3, Section 9 and amending pages 6 and 7 of the One Tree Unit Agreement effective as of August 22, 1985.

Please be advised that the Commissioner of Public Lands has this date also approved your above mentioned request and accepted the working interest ratifications concurring in the amendment and revised pages 6 and 7 of the unit agreement. Our approval is subject to like approval by the New Mexico Oil Conservation Division.

Very truly yours,

JIM BACA
COMMISSIONER OF PUBLIC LANDS

BY: *Ray D. Graham*
RAY D. GRAHAM, Director
Oil and Gas Division
AC 505/827-5744

JB/RDG/pm
encls.

cc: OCD-Santa Fe, New Mexico
BLM-Albuquerque, New Mexico Attn: Fluids Branch
BLM-Roswell, New Mexico Attn: Mr. Armando Lopez

RECEIVED AUG 23 1985



United States Department of the Interior

BUREAU OF LAND MANAGEMENT

Roswell District Office

P. O. Box 1397

Roswell, New Mexico 88201

IN REPLY
REFER TO:

NM 061P35-85U526
3180 (065)

August 22, 1985

Yates Petroleum Corporation
Attention: Kathy H. Colbert
207 South Fourth Street
Artesia, NM 88210

Re: First Amendment to the One Tree Unit
Agreement, NM 061P35-85U526
Chaves and Otero Counties, New Mexico

Gentlemen:

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Sincerely,

for Francis R. Cherry, Jr.
District Manager

