

MARTIN YATES, III
1912 - 1985
FRANK W. YATES
1936 - 1986



105 SOUTH FOURTH STREET
ARTESIA, NEW MEXICO 88210
TELEPHONE (505) 748-1471

S. P. YATES
CHAIRMAN OF THE BOARD
JOHN A. YATES
PRESIDENT
PEYTON YATES
EXECUTIVE VICE PRESIDENT
RANDY G. PATTERSON
SECRETARY
DENNIS G. KINSEY
TREASURER

September 13, 1993

Roy G. Barton, Jr.
P. O. Box 978
Hobbs, New Mexico 88240

Estates of Louie Greenwood, Jr. and
Dorothy Greenwood
c/o Robert Greenwood
1405 Randall Court
Aurora, Illinois 60506-3573

Re: Childress 'AKV' #1
Township 14 South-Range 33 East
Section 1: SW/4SW/4
Lea County, New Mexico

Gentlemen:

Yates Petroleum Corporation proposes drilling the Childress 'AKV' #1 well at a location 990' FSL and 330' FWL of Section 1, Township 14 South-Range 33 East, Lea County, New Mexico to 10,200' to test the Bough formation. We invite you to join with us in drilling this well.

Enclosed, in duplicate, is our AFE for drilling the well along with an Operating Agreement to same. If satisfactory, please execute and return a copy of the AFE along with an executed copy of the signature page to the Operating Agreement.

If you have any questions, please feel free to call.

Thank you.

Very truly yours,

YATES PETROLEUM CORPORATION

net Richardson
ndman

**BEFORE THE
OIL CONSERVATION DIVISION**
Santa Fe, New Mexico

Case No. 10841 Exhibit No. 3

Submitted by: Yates Petroleum Corporation

Hearing Date: October 7, 1993

P 083 927 374



Receipt for Certified Mail

No Insurance Coverage Provided
Do not use for International Mail
(See Reverse)

ESTATES OF LOUIE GREENWOOD	
AND DOROTHY GREENWOOD	
1405 Randall Court	
P.O., State and ZIP Code Aurora, IL 60506-3573	
Postage	\$
Certified Fee	
Special Delivery Fee	
Restricted Delivery Fee	
Return Receipt Showing to Whom & Date Delivered	
Return Receipt Showing to Whom, Date, and Addressee's Address	
TOTAL Postage & Fees	\$
Postmark or Date	
Childress 'AKV' #1	

PS Form 3800, June 1991

P 083 927 373



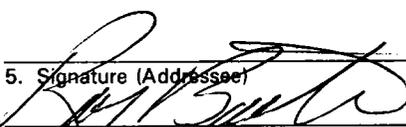
Receipt for Certified Mail

No Insurance Coverage Provided
Do not use for International Mail
(See Reverse)

Sent to ROY G BARTON JR	
Street and No P O BOX 978	
P.O., State and ZIP Code HOBBS NM 88240	
Postage	\$
Certified Fee	
Special Delivery Fee	
Restricted Delivery Fee	
Return Receipt Showing to Whom & Date Delivered	
Return Receipt Showing to Whom, Date, and Addressee's Address	
TOTAL Postage & Fees	\$
Postmark or Date	
Childress 'AKV' #1	

PS Form 3800, June 1991

Is your RETURN ADDRESS completed on the reverse side?

SENDER: • Complete items 1 and/or 2 for additional services. • Complete items 3, and 4a & b. • Print your name and address on the reverse of this form so that we can return this card to you. • Attach this form to the front of the mailpiece, or on the back if space does not permit. • Write "Return Receipt Requested" on the mailpiece below the article number. • The Return Receipt will show to whom the article was delivered and the date delivered.	I also wish to receive the following services (for an extra fee): 1. <input type="checkbox"/> Addressee's Address 2. <input type="checkbox"/> Restricted Delivery Consult postmaster for fee.
	3. Article Addressed to: ROY G BARTON JR P O BOX 978 HOBBS NM 88240
5. Signature (Addressee) 	4b. Service Type <input type="checkbox"/> Registered <input type="checkbox"/> Insured <input checked="" type="checkbox"/> Certified <input type="checkbox"/> COD <input type="checkbox"/> Express Mail <input type="checkbox"/> Return Receipt for Merchandise
6. Signature (Agent)	7. Date of Delivery 9-14-93
	8. Addressee's Address (Only if requested and fee is paid) Childress 'AKV' #1

Thank you for using Return Receipt Service.

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SECRETARY
DENNIS G. KINSEY
TREASURER

June 11, 1993

Estate of Dorothy Greenwood
c/o Robert Greenwood, Executor
1405 Randall Court
Aurora, Illinois 60506-3573

Re: Oil and Gas Lease Offer
Township 14 South, Range 33 East, N.M.P.M.
Section 1: Lots 1-4, S/2N/2, S/2
Lea County, New Mexico

Dear Mr. Greenwood:

Yates Petroleum Corporation would like to lease your oil and gas rights in Section 1, Township 14 south, Range 33 East, Lea County, New Mexico for a three-year term, with $\frac{3}{16}$ royalty for \$50.00 per net mineral acre bonus, plus \$1.00 per net mineral acre per year paid-up rentals. We have taken the liberty of enclosing an Oil and Gas Lease, in duplicate, and draft in the amount of \$21.00 for your 0.40 net mineral acres.

If the above meets with your approval, please execute the Oil and Gas Lease before a Notary Public, fill in your Social Security number, endorse the draft and send the original Oil and Gas Lease and draft for collection to:

The First National Bank of Artesia
P. O. Drawer AA
Artesia, New Mexico 88210
Attention: Collections

Should you have any questions, please feel free to call me collect at 505-748-1471.

Thank you.

Very truly yours,

YATES PETROLEUM CORPORATION

Janet Richardson
Landman

JR/rab
enclosures

P 106 968 890



Receipt for Certified Mail

No Insurance Coverage Provided
Do not use for International Mail
(See Reverse)

ESTATE OF DOROTHY GREENWOOD	
C/O ROBERT GREENWOOD	
1405 RANDALL COURT	
AURORA IL 60506-3573	
Postage	\$
Insurance	
Special Delivery Fee	
Restricted Delivery Fee	
Return Receipt Showing to Whom, Date, and Date Delivered	
Return Receipt Showing to Whom, Date, and Addressee's Address	
Postage	\$

SENDER:

- Complete items 1 and/or 2 for additional services.
- Complete items 3, and 4a & b.
- Print your name and address on the reverse of this form so that we can return this card to you.
- Attach this form to the front of the mailpiece, or on the back if space does not permit.
- Write "Return Receipt Requested" on the mailpiece below the article number.
- The Return Receipt Fee will provide you the signature of the person delivered to and the date of delivery.

I also wish to receive the following services (for an extra fee):

1. Addressee's Address
2. Restricted Delivery

Consult postmaster for fee.

3. Article Addressed to:	4a. Article Number P106 968 890
EST OF DOROTHY GREENWOOD C/O ROBERT GREENWOOD 1405 RANDALL COURT AURORA IL 60506-3573	4b. Service Type <input type="checkbox"/> Registered <input type="checkbox"/> Insured <input type="checkbox"/> Certified <input type="checkbox"/> COD <input type="checkbox"/> Express Mail <input type="checkbox"/> Return Receipt for Merchandise
5. Signature (Addressee) 	7. Date of Delivery 6-18-93
6. Signature (Agent)	8. Addressee's Address (Only if requested and fee is paid)

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1936 - 1986



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ARTESIA, NEW MEXICO 88210
TELEPHONE (505) 748-1471

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DENNIS G. KINSEY
TREASURER

January 14, 1992

Mr. Louie Greenwood, Jr.
1405 Randall Court
Aurora, Illinois 60506-3573

Re: Oil and Gas Lease Offer
Township 14 South, Range 33 East, N.M.P.M.
Section 1: Lots 1,2,3,4, S/2N/2 (N/2)
Lea County, New Mexico

Dear Mr. Greenwood:

Yates Petroleum Corporation would like to lease your oil and gas rights under the N/2 of Section 1, Township 14 South, Range 33 East, Lea County, New Mexico for a three-year term, with a 3/16 royalty for \$50.00 per net mineral acre bonus, plus \$1.00 per net mineral acre per year paid up rentals. We have taken the liberty of enclosing an Oil and Gas Lease in duplicate and draft in the amount of \$6.24 for your 0.12 net mineral acres.

If the above meets with your approval, please execute the Oil and Gas Lease before a Notary Public, fill in your Social Security Number, endorse the draft and send the original Oil and Gas Lease and draft for collection to:

The First National Bank of Artesia
P. O. Drawer AA
Artesia, New Mexico 88210
Attention: Collection Department

We have not yet received your lease on the S/2 of Section 1-Township 14 South-Range 33 East. If satisfactory, please return both leases.

Should you have any questions, please feel free to call me collect at 505-748-1471.

Thank you.

Very truly yours,

YATES PETROLEUM CORPORATION

Janet Richardson
Janet Richardson
Landman

JR/rab
Enclosures

P 116 013 072



Receipt for Certified Mail

No Insurance Coverage Provided
Do not use for International Mail
(See Reverse)

Recipient Name Louie Greenwood Jr.	
Street and No. 1405 Randall Court	
City, State and ZIP Code Aurora IL 60506-3573	
Postage	\$
Postnet Fee	
Special Delivery Fee	
Restricted Delivery Fee	
Return Receipt Showing to Whom & Date Delivered	
Return Receipt Showing to Whom Date and Addressee's Address	
PS™ Mail Postage & Fees	\$
Postmark or Date	

SENDER: • Complete items 1 and/or 2 for additional services. • Complete items 3, and 4a & b. • Print your name and address on the reverse of this form so that we can return this card to you. • Attach this form to the front of the mailpiece, or on the back if space does not permit. • Write "Return Receipt Requested" on the mailpiece below the article number. • The Return Receipt Fee will provide you the signature of the person delivered to and the date of delivery.		I also wish to receive the following services (for an extra fee): 1. <input type="checkbox"/> Addressee's Address 2. <input type="checkbox"/> Restricted Delivery Consult postmaster for fee.
3. Article Addressed to: LOUIE GREENWOOD JR 1405 RANDALL COURT AURORA IL 60506-3573		4a. Article Number P 116 013 072
5. Signature (Addressee)		4b. Service Type <input type="checkbox"/> Registered <input type="checkbox"/> Insured <input checked="" type="checkbox"/> Certified <input type="checkbox"/> COD <input type="checkbox"/> Express Mail <input type="checkbox"/> Return Receipt for Merchandise
6. Signature (Agent) <i>Janet Richardson</i>		7. Date of Delivery 1-23-92
PS Form 3811, November 1990 ★ U.S. GPO: 1991-287-088		8. Addressee's Address (Only if requested and fee is paid)

DOMESTIC RETURN RECEIPT

MARTIN YATES, III
1912 - 1985
FRANK W. YATES
1936 - 1986



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SECRETARY
DENNIS G. KINSEY
TREASURER

Mr. Louie Greenwood, Jr.
615 South Lincoln Ave.
Aurora, Illinois 60505

Re: Oil and Gas Lease Offer
Township 14 South, Range 33 East, N.M.P.M.
Section 1: S/2
Lea County, New Mexico

Dear Mr. Greenwood:

Yates Petroleum Corporation would like to lease your oil and gas rights under the S/2 of Section 1, Township 14 South, Range 33 East, Lea County, New Mexico for a three-year term, with a 3/16 royalty for \$50.00 per net mineral acre bonus, plus \$1.00 per net mineral acre per year paid up rentals. We have taken the liberty of enclosing an Oil and Gas Lease in duplicate and draft in the amount of \$15.00 for your .2734375 net mineral acres.

If the above meets with your approval, please execute the Oil and Gas Lease before a Notary Public, fill in your Social Security Number, endorse the draft and send the original Oil and Gas Lease and draft for collection to:

The First National Bank of Artesia
P. O. Drawer AA
Artesia, New Mexico 88210
Attention: Collection Department

Should you have any questions, please feel free to call me collect at 505-748-1471.

Thank you.

Very truly yours,

YATES PETROLEUM CORPORATION

Janet Richardson
Landman

Encl.

P 116 013 006



Receipt for Certified Mail

No Insurance Coverage Provided
Do not use for International Mail
(See Reverse)

Sent to LOUIE GREENWOOD JR.	
Street and No. 1405 Randall Ct.	
P.O., State and ZIP Code Aurora, IL 60506-3573	
Postage	\$
Certified Fee	
Special Delivery Fee	
Restricted Delivery Fee	
Return Receipt Showing to Whom & Date Delivered	
Return Receipt Showing to Whom Date, and Addressee's Address	
TOTAL Postage & Fees	\$
Postmark or Date	
Childress AKV	

Is your RETURN ADDRESS completed on the reverse side?	SENDER: • Complete items 1 and/or 2 for additional services. • Complete items 3, and 4a & b. • Print your name and address on the reverse of this form so that we can return this card to you. • Attach this form to the front of the mailpiece, or on the back if space does not permit. • Write "Return Receipt Requested" on the mailpiece below the article number. • The Return Receipt will show to whom the article was delivered and the date delivered.	I also wish to receive the following services (for an extra fee): 1. <input type="checkbox"/> Addressee's Address 2. <input type="checkbox"/> Restricted Delivery Consult postmaster for fee.
	3. Article Addressed to: OX LOUIE GREENWOOD JR. 1405 Randall Ct. Aurora IL 60506-3573	4a. Article Number P 116 013 006
5. Signature (Addressee)	4b. Service Type <input type="checkbox"/> Registered <input type="checkbox"/> Insured <input checked="" type="checkbox"/> Certified <input type="checkbox"/> COD <input type="checkbox"/> Express Mail <input type="checkbox"/> Return Receipt for Merchandise	7. Date of Delivery 11-5-92
6. Signature (Agent) 	8. Addressee's Address (Only if requested and fee is paid) Childress AKV	

PS Form 3811, December 1991

U.S. GPO: 1992-323-402

DOMESTIC RETURN RECEIPT

Thank you for using Return Receipt Service.

3800, June 1991