

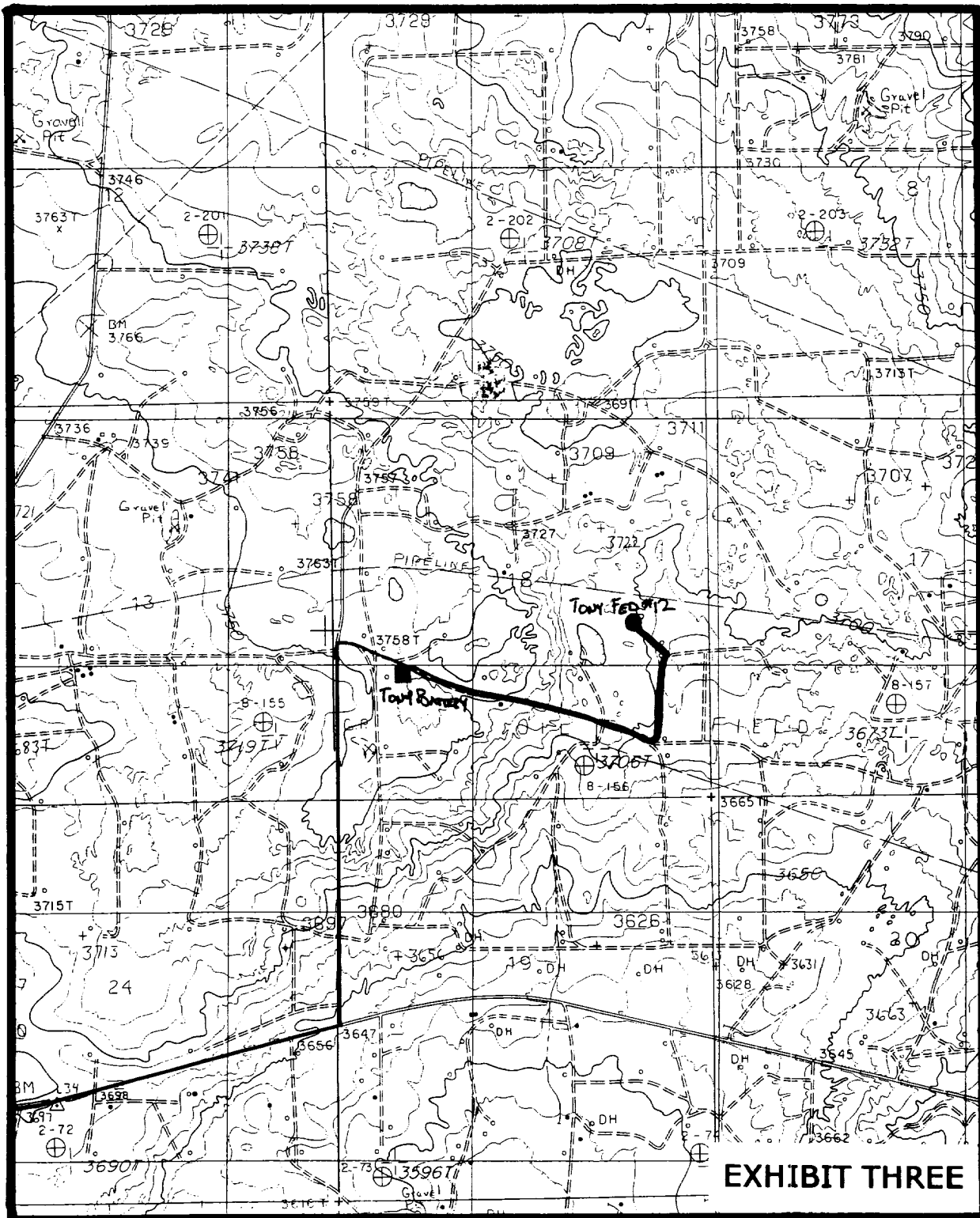


EXHIBIT THREE

TONY FEDERAL No. 12
2310' FSL & 990' FEL
Section 18; T17S - R31E
Eddy County, New Mexico