14511 FALLING CREEK, SUITE 300 HOUSTON, TEXAS 77014 FACSIMILE 281-893-5115 281-893-5100 E-MAIL MECHENEY@SBCGLOBAL.NET

Submitted by:

Cheney Energy Partners Hearing Date: June 30, 2005

June 6, 2005

Hunt Petroleum 1601 Elm Street, Suite 4700 Dallas, Texas 75201

Re:

Mescalero Springs Exploratory Unit

Sections 23, 24 of 11S 31E 1280 Gross Acres, 160 Net Acres Chaves County, New Mexico

Attention: Steve Brooks

Dear Mr. Brooks.

Cheney Energy Partners, LLC (Cheney) is in the process of seeking agency approval for the captioned unit in which you will have an interest by virtue of your Leasehold interest located in the NWNW of Section 23, S/2NW and NWNE of Section 24, Twp 11S., Rge 31E., Chaves County, New Mexico. Upon receipt of final approval of this unit area, Cheney or his designee will spud a 12,000 ft Morrow test in Section 23. You have several options:

- 1. Lease your interest to Cheney. We are offering a 3-year paid up lease, providing for a 1/6 royalty and will pay you \$100.00 per acre in consideration of signing this lease.
- 2. Join the unit and participate in the drilling of the initial unit well.
- 3. In lieu of leasing or participating in the drilling of any unit well or wells we would respectfully request that you waive those rights by checking the indicated box. You have the right to object to this proposed unit at a hearing scheduled on June 30, 2005 before the New Mexico Oil Conservation Commission Division.

Please indicate your preference below and execute in the place provided. Please call me at 281-893-5100 with any questions you may have.

Regards,				
Mitchel E. Cheney				
President				
Cheney Energy Partners, L	LC			
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Lease	_ Join Wai	ve Leasing and Participation	on Rights	
AGREED TO AND ACCEP	TED THIS DAY OF	, 2005		
		<u>-</u>		
		PERODE THE AN A		
Steve Brooks		BEFORE THE OIL CONSERVATION DIVISION Santa Fe, New Mexico		
Title: Attorney in Eact		Case No. <u>13515</u>	W Mexico Exhibit No. 3	

Ltr Join or not Unit Hunt.doc

Title: Attorney in Fact

Hunt Energy (Hassie Hunt)

14511 FALLING CREEK, SUITE 300 HOUSTON, TEXAS 77014 FACSIMILE 281-893-5115 281-893-5100 E-MAIL MECHENEY@SBCGLOBAL.NET

June 6, 2005

Marshall & Winston, Inc. PO Box 50880 Midland, Tx 79710-0880

Re:

Mescalero Springs Exploratory Unit

Sections 23, 24 of 11S 31E 1280 Gross Acres, 40 Net Acres Chaves County, New Mexico

Attention: Kevin Hammit

Dear Mr. Hammit,

Regards

Ltr Join or not Unit_MW.doc

Cheney Energy Partners, LLC (Cheney) is in the process of seeking agency approval for the captioned unit in which you will have an interest by virtue of your Leasehold interest located in the NENW of Section 24, Twp 11S., Rge 31E., Chaves County, New Mexico. Upon receipt of final approval of this unit area, Cheney or his designee will spud a 12,000 ft Morrow test in Section 23. You have several options:

- 1. Lease your interest to Cheney. We are offering a 3-year paid up lease, providing for a 1/6 royalty and will pay you \$100.00 per acre in consideration of signing this lease.
- 2. Join the unit and participate in the drilling of the initial unit well.
- 3. In lieu of leasing or participating in the drilling of any unit well or wells we would respectfully request that you waive those rights by checking the indicated box. You have the right to object to this proposed unit at a hearing scheduled on June 30, 2005 before the New Mexico Oil Conservation Commission Division.

Please indicate your preference below and execute in the place provided. Please call me at 281-893-5100 with any questions you may have.

Mitchel E. Cheney
President
Cheney Energy Partners, LLC

____ Lease ____ Join ____ Waive Leasing and Participation Rights

AGREED TO AND ACCEPTED THIS ____ DAY OF ______, 2005

Kevin Hammit
Title: Attorney in Fact
Marshall & Winston Inc.