

OIL CONSERVATION DIVISION

CASE NUMBER

May 29, 2003

CERTIFIED MAIL

BTA Oil Producers
BTA Assignees (See attached)
104 South Pecos
Midland, TX 79701

Attn: Bob Crawford

Re: West Osudo Morrow Prospect

Byers #1

E/2 Section 23-T20S-R35E Lea County, New Mexico

Dear Mr. Crawford:

Unit Petroleum Company ("Unit") hereby proposes drilling the Byers #1 well to test the Morrow formation at approximately 13,500 feet to form a standard 320 acre gas spacing and proration unit. The location of the proposed well is 2100' FSL and 1600' FEL of Section 23-T20S-R35E, Lea County, New Mexico.

Enclosed are two copies of Unit's AFE/Cost Estimate for the drilling and completion of this well. If you wish to participate in the proposed test, please return a copy of the executed AFE to our office. An Operating Agreement with Unit named as operator will be forwarded to you for the appropriate signature.

We have been advised that BTA Oil Producers has power of attorney for all of the owners shown on the attachment. Please advise if this is incorrect.

If you have any questions, please contact me at 918 477-4535.

Very truly yours,

UNIT PETROLEUM COMPANY

Robbie Thompson

Bobbie Thompson

Landman

Enclosures

BTA ASSIGNEES

c/o BTA Oil Producers 104 South Pecos Midland, TX 79701

Allby Associates

Lloyd Alpern Trust

Bernard E. Alpern Trust

Blank Living Investment Trust dated July 24, 1989

Jane C. Gottschalk

James R. Currie

Robert M. Davenport

Thurston Dean, M.D.

Forman Energy Corp.

Morgan Guarantee Trust Co. of New York, Trustee for Gerald N. Frank FBO Peter Frank

Morgan Guaranty Trust Co., Trustee for Gerald Frank FBO Lynn Brettmann

Ann M. Gallop

Karlene Beal Garber, Trustee of Karlene Beal Garber Trust

Harlan Richard Garber, Trustee of Harlan Richard Garber Living Trust

Barbara G. Gilbert, Trustee of Barbara G. Gilbert 1997 Rev. Trust

Salvatore Giordano, Sr.

Stanley Glickman

Patricia M. Booth

Jonathan Gould

Judson Gould

Elena J. Atlas

L. Keith Steiner, III

Dorothy S. Schott

Bank of America, N.A., Trustee for Trust No. 1430-1-09

Bank of America, N.A., Trustee for Trust No. 1430-2-09

Bank of America, N.A., Trustee for Trust No. 1430-3-09

Bank of America, N.A., Trustee for Trust No. 1430-4-09

Bank of America, N.A., Trustee for Trust No. 1430-5-09

Oxnard Investors

Roger P. Palma

William Spiegelman

Scharffenbarger Living Trust

Patricia A. Shea Ryan

Victor L. Anfuso & Kathy Anfuco, Trustees of Family Trust under Agreement dated February 16, 1995

William Andrew Shea & Francis Scott Shea, Trustees UWO May Nora Shea FBO William A. Shea, Jr.

Robert G. Stone

Pamela Stone

Gary R. Stone

Mary R. Stone

Robert J. Strasenburg & Thomas Strasenburgh, Trustees of Robert J. Strasenberg II Living Trust

Trobaugh Properties

Elizabeth Wolff

Morris Radmin & Babbett S. Goldman, Co-Trustees UWO Ilsa B. Wolff FBO Eva Trent

HRK Equity Corporation

Trust UWO Samuel Klau

Keleen H. Beal

Berry A. Beal, Spencer E. Beal, Keleen A. Beal & Clariton Beal, Jr., Co-Trustees for Carlton Beal Family Trust for Carlton Beal, Jr.

Berry A. Beal, Spencer E. Beal & Keleen A. Beal, Co-Trustees for Carlton Beal Family Trust for Barry Beal

Berry A. Beal, Spencer E. Beal & Keleen A. Beal, Co-Trustees for Carlton Beal Family Trust for Spencer Beal

Berry A. Beal, Spencer E. Beal & Keleen A. Beal, Co-Trustees for Carlton Beal Family Trust for Kelly Beal

Berry A. Beal, Spencer E. Beal, Keleen A. Beal & Clariton Beal, Jr., Co-Trustees for Carlton Beal Family Trust for Karlene Garber

Carlton Beal, Jr.

Barry A. Beal

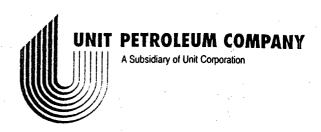
Spencer E. Beal

Kelly Beal

Barry Beal, Jr.

Stuart E. Beal

Robert M. Davenport, Jr.



OIL CONSERVATION DIVISION

EXHIBIT

CASE NUMBER

Barre .

May 28, 2003

CERTIFIED MAIL

M. Brad Bennett Hayes Land Corporation P.O. Box 51510 Midland, TX 79710-1510

Re:

West Osudo Morrow Prospect

Byers #1

E/2 Section 23-T20S-R35E Lea County, New Mexico

Dear Mr. Bennett:

Unit Petroleum Company hereby proposes drilling the Byers #1 well to test the Morrow formation at approximately 13,500 feet to form a standard 320 acre gas spacing and proration unit. The location of the proposed well is 2100 FSL and 1600' FEL of Section 23-T20S-R35E, Lea County, New Mexico.

Enclosed are two copies of Unit's AFE/Cost Estimate for the drilling and completion of this well. If you wish to participate in the proposed test, please return a copy of the executed AFE to our office. A Joint Operating Agreement with Unit named as operator will be forwarded to you for the appropriate signatures.

If you have any questions, please contact me at 918 477-4535.

Very truly yours,

UNIT PETROLEUM COMPANY

Bobbie Thompson

Landman

Enclosures