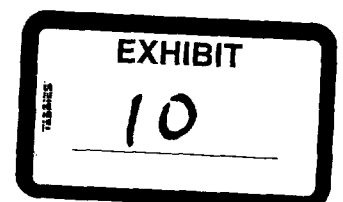


T 205-R 37 E
SEC. 3

W/2 NE/4 as to all depths below Grayburg/San Andres to 7,355'

WORKING INT. OWNER	WI	BURDENS	NRI
Me-Tex Oil and Gas Inc. P. O. Box 2070 Hobbs NM 88241	3.00%	1/8 royalty 1/8 Orr	2.25%
Charley R. and Julie W. Smith Living Trust P. O. Box 159 Hobbs, NM 88241-0150	5.00%	Same as above	3.75%
Watson Truck & Supply, Inc. Oil and Gas division P. O. Box 10 Hobbs, NM 88241-0010	2.50%	Same as above	1.875%
Nelson Limited Partnership P. O. Box 2432 Hobbs, NM 88241	17.00%	Same as above	12.75%
Saracen Investments P. O. Box 2070 Hobbs, NM 88241-2070	5.00%	Same as above	3.75%
Burton Veteto 607 Abo Hobbs, NM 88240	8.50%	Same as above	6.375%
Powder Horn P. O. box 5208 Hobbs, NM 88241-5208	10.00%	Same as above	7.5%
MSC Investments, Inc. P. O. Box 6011 Hobbs, NM 88241-6011	5.00%	Same as above	3.75%
Lewis B. Burleson Trust P. O. Box 2479 Midland, TX 79702	5.00%	Same as above	3.75%



T-20-S, R-37-E

Section 3: W/2 NE/4 as to all depths below Grayburg/San Andres to 7,355'

The Craig Family Trust Weldon Craig Trustee P. O. Box 5526 Hobbs, NM 88241-5526	5.00%	Same as above	3.75%
E. R. (Jody) Taylor P. O. Box 1461 Hobbs, NM 88241-1461	5.00%	Same as above	3.75%
Two-State Tank Rental Co. P. O. Box 2305 Hobbs, NM 88240	5.00%	Same as above	3.75%
Mark Veteto P. O. Box 2070 Hobbs, NM 88241-2070	8.50%	Same as above	6.375%
Mike & Georgia McDermott P. O. Box 2040 Hobbs, NM 88240	5.00%	Same as above	3.75%
Southwest Supply Ltd. P. O. Box 2248 Hobbs, NM 88241-2248	5.00%	Same as above	3.75%
Michael L. Pierce 7707 Plainfield Drive Hobbs, NM 88240	5.50%	Same as above	4.125%