

APPLICATION FOR DRILLING

Florida Gas Exploration Company
Ross Draw #7
1980' FEL and 1980' FSL
Section 26, T-26-S, R-30-E
Eddy County, New Mexico

In conjunction with Form 9-331-C, Application for Permit to Drill subject well, Florida Gas Exploration Company submits the following ten items of pertinent information in accordance with U.S.G.S. requirements:

- (1) The geologic surface formation is Dewey Lake of the Permian
- (2) The estimated tops of geologic markers are as follows:

Delaware Lime	3,400'
Delaware Sand	3,430'
Bone Springs	7,320'
1st Bone Springs Sand	8,290'
2nd Bone Springs Sand	8,870'
3rd Bone Springs Sand	10,080'
Wolfcamp Lime	11,900'
Strawn Lime	13,450'
Atoka Lime	13,550'
Morrow Shale	14,300'

- (3) The estimated depths at which anticipated water, oil and gas formations are expected to be encountered:

Water: Approximately 240 feet.

Oil or Gas:	
Delaware Sand	3,400'
Cherry Canyon	5,500'
Bone Springs Sand	8,290'
Wolfcamp Sand	12,200'
Atoka Sand	13,650'
Morrow Sand	14,200'

- (4) Proposed Casing Program:
See Form 9-331-C and Exhibit "F"
- (5) Pressure control equipment:
See Form 9-331-C and Exhibit "E"
- (6) Mud Program:
See Exhibit "G"