

NEW POOLS

It is recommended that a new oil pool be created and designated as the Reeves-Wolfcamp Pool.

Vertical limits to be the Wolfcamp formation and the horizontal limits should be as follows: As outlined in Paragraph (a) Exhibit I

Discovery well was Terra Resources Inc. Terra Exxon 23 State #1 located in Unit H Section 23 Township 18 Range 35 and was completed on January 15, 1989. Top of perforations is at 10,354 feet.

It is recommended that a new gas pool be created and designated as the Sand Springs-Atoka Gas Pool.

Vertical limits to be the Atoka formation and the horizontal limits should be as follows: As outlined in Paragraph (b) Exhibit I

Discovery well was Yates Petroleum Corporation Tenneco ADP State Com #1 located in Unit P Section 2 Township 11 Range 34 and was completed on April 17, 1986. Top of perforations is at 11,911 feet.

It is recommended that a new oil pool be created and designated as the North Young-Delaware Pool.

Vertical limits to be the Delaware formation and the horizontal limits should be as follows: As outlined in Paragraph (c) Exhibit I

Discovery well was Harvey E. Yates West Young 8 Federal #1 located in Unit I Section 8 Township 18 Range 32 and was completed on March 5, 1989. Top of perforations is at 5,020 feet.