

WELL CORRECTION

PER PHONE DISCUSSIONS WITH CARMEL GUTIERREZ (ACTION OIL AND GAS) DURING THE FIRST WEEK OF JUNE, 2009, IT WAS DISCOVERED THAT WE HAD 2 API NUMBERS ASSIGNED TO THE SAME WELL: 30-045-09911 AND 30-045-20254. FIELD INSPECTION OF THE SITE CONFIRMED THERE WAS ONLY ONE WELL.

THIS WELL WAS ORIGINALLY DRILLED AND SUBSEQUENTLY PLUGGED AND ABANDONED IN 1967 UNDER API 30-045-09911. IN 1968 NMOCDC RECEIVED APPLICATION TO RE-ENTER THE WELL; HOWEVER, THE PLUGGED WELL WAS RE-SURVEYED AND AN AMENDED LOCATION OF THE WELL WAS DESIGNATED. APPARENTLY, BECAUSE THE TWO LOCATIONS WERE DIFFERENT, A NEW API NUMBER WAS ASSIGNED AND APPROVED.

ALL WORK DONE SUBSEQUENT TO THE RE-ENTRY APPROVAL WAS FILED UNDER API 30-045-20254.

ON JUNE 19, 2009, RECORDS WERE UPDATED TO API 30-045-09911. ADDITIONALLY, API 30-045-20254 WILL BE CANCELLED. PRODUCTION AND DISPOSITION WILL BE MOVED OR AMENDED TO THE WELL'S ORIGINAL API NUMBER. DOCUMENTS FILED UNDER API 30-045-20254 WILL BE MOVED TO API 30-045-09911 AND ALL FUTURE FILINGS FOR THIS WELL (CLARK KENT WELL NO. 4) WILL BE UNDER API 30-045-09911.

KAREN SHARP 6/19/2009