

DISTRICT I --- CHECKLIST FOR INTENTS TO DRILL

Operator CDC Operating LLC

OGRID # 229137

Well Name & # BC Federal #48

Surface Type F: S : P

Location C-19-175-32e

Sub-Surface Type F: S : P

A. DATE C101 rec'd 8/13/09

C101 reviewed / /

B. Put Check Mark if OK on Form:

OGRID , BONDING , PROP CODE , WELL #

Signature

Inactive Well list as of: 8/13/09 # well 1441, # inactive wells 2

1. District Grant APD but see number of inactive wells:

NO Letter required ; Sent Letter to Operator , to Santa Fe

Additional Bonding as of: 8/13/09

2. District Denial because operator needs addition bonding:

NO Letter required ; Sent Letter to Operator , To Santa Fe

3. District Denial because of Inactive Well list and Financial Assurance:

NO Letter required : Sent Letter to Operator , To Santa Fe

C. C-102 YES , NO , Signature

1. Pool Maljamar Yeso West, code 44500

a. Dedicated acreage 40, What Units C

b. SUR. Location Standard ; Non-Standard Location

2. 2nd Operator in same acreage, Yes , No

If Yes, Name of 2nd Oper.

Agreement Letter , Disagreement letter

3. Intent to Directional Drill YES____, NO ____

a. Dedicated acreage____, What Units____

b. Bottomhole Location Standard ____; Non-Standard____

4. POTASH Area YES____, NO ☒

D. Blowout Preventer YES ☒, NO ____

E. H2S YES ☒, NO ____

F. C-144 Pit Registration YES ☒, NO ____

G. Does APD require Santa Fe Approval:

Non-Standard location: YES____, NO ☒, ORDER # NSL-

Non-Standard proration: YES____, NO ☒, ORDER # NSP -

Simultaneous Dedication (share acreage) YES____, NO ☒, ORDER # SD -

Number of wells 3, Plus # 48

Injection order YES____, NO ☒,

ORDER # PMX - or ORDER # WFX

SWD order YES____, NO ☒, ORDER # SWD -

H. Holding for:

I. OCD Approval Date 8/20/09

API # 30-025-39496