

APPLICATION FOR AUTHORIZATION
For Salt Water Disposal

TOCO, L.L.C.

Morse "A" No. 1

Statements of Compliance

Item III - A : See Exhibit "A"

Item III - B : (1) San Andres

(2) Open Hole 5196'-5390'

(3) Drilled for oil production from the North Echols Devonian pool.

(4) Originally drilled by the Texas Company as the Texas Gulf State Lea #1 to a total depth of 12,000 feet. It was plugged and abandoned 5/26/64 after producing 615,805 barrels of oil from the lower Devonian. The well was re-entered by C.W. Trainer on 10/2/90 and tested the upper Devonian which was wet. Approval was granted by Administrative Order No. SWD-454 to complete this well as a salt water disposal well in the upper Devonian on 11/18/91. During repair of a casing leak at 5200' the well was plugged back and sidetracked to a new T.D. of 5390'.

(5) The Devonian at 11,905 feet is the next lower oil zone. There are no known higher oil or gas zones in the area of review.

Item V : See Exhibit "B"

Item VI : See Exhibit "C" for tabular data of all wells.
See Exhibit "D" for schematics of plugged wells.

