THE TEXAS COMPANY STATE OF NEW MEXICO "AR" NO. 2

Drill Stem Test:

DST#1: 11360-11500 Tool open 3 hours. Oil to surface in one hours. Flowed 41 barrels of oil in 2 hours.

DST#2: 11498-11698 Tool open 2 hours and 45 minutes. Oil to surface in 45 minutes. Flowed 82 barrels of oil the first hour and 70 barrels of oil the second hour.