

Petroleum Development Corporation

PEDCO-State No. 1

660' FNL & 1980' FWL of Section 16, T11S, R38E
Lea County, New Mexico

List of Offset Operators and Lease Numbers

Shown below is a list of the offset lease owners names and addresses to whom certified letters have been sent indicating the unorthodox bottom hole location for the referenced well.

1. Yates Petroleum Corporation Lease No. VA-1146, V-4895, V-4702
105 South Fourth Street
Artesia, NM 88210
2. Sam L. Pfister Lease No. VA-813, V-4903
P.O. Box 688
Georgetown, TX 78627
3. Featherstone Development Corporation Lease No. V-4285
1801 W. Second Street
Roswell, NM 88201