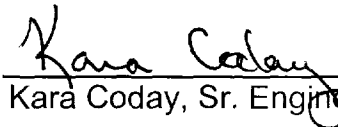


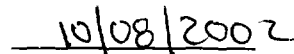
APPLICATION TO EXPAND WATERFLOOD  
NORTHEAST DRINKARD UNIT  
OFFSET OPERATORS

Chuza Operating  
Box 51010  
Midland, TX 79710  
Certified Rcpt. # 7000 1670 0011 0944 0024

Zia Energy Inc.  
Box 2510  
Hobbs, New Mexico 88241-2510  
Certified Rcpt. # 7000 1670 0011 0944 0000

A copy of the application to expand the Northeast Drinkard Waterflood was mailed to the  
Offset Operators listed above on October 8, 2002

  
Kara Coday, Sr. Engineering Technician

  
Date