

Ownership Breakdown in the tracts comprising the W/2 of Section 35, T15S, R35E, Lea County, New Mexico:

W/2SW/4:	Energen Resources Corporation	82.27975%	65.8238 acres
	David H. Arrington Oil & Gas, Inc.	17.72025%	14.1762 acres
E/2SW/4:	David H. Arrington Oil & Gas, Inc.	100.00%	80.0000 acres
NW/4:	David H. Arrington Oil & Gas, Inc.	100.00%	<u>160.0000 acres</u>
	TOTAL		320.0000 acres

Ownership Breakdown in the proposed 320 acres spacing unit for the W/2 of Section 35, T15S, R35E, Lea County, New Mexico:

Energen Resources Corporation	$65.8238/320 =$	<u>.2056993</u>
David H. Arrington Oil & Gas, Inc.	$254.1762/320 =$	<u>.7943007</u>
TOTAL		1.000000