

BEACH EXPLORATION, INC.
HENSHAW WELL NO. 9
660' FNL & 1980' FWL, Unit C
NE/4 NW/4 of SEC. 23 T16S, R30E
EDDY COUNTY, NEW MEXICO

1. Surface Formation: Sandy soils of Quaternary Age.

2. Estimated Tops:

| | |
|------------|---------|
| Andydrate | 277' |
| Yates | 1440' |
| Queen | 2258' |
| Grayburg | 2647' |
| San Andres | 2967' |
| Yeso | 4435' |
| Drinkard | 5700' |
| Abo | 6450' |
| Wolfcamp | 7663' |
| Atoka | 10,190' |
| Chester | 10,640' |
| Devonian | 11,460' |

3. Anticipated Porosity Zones:

| | |
|--------|--------------|
| Water: | 275' |
| Gas: | Atoka/Morrow |
| Oil: | Devonain |

4. Existing Casing Design:

| Size | Interval | Weight | Grade | Joints |
|--|---------------|--------|-------|--------|
| 10 3/4" | 0-500' | 32.75# | J-55 | ST&C |
| 7 5/8" | 0-4500' | 26.4# | J-55 | ST&C |
| the - (Existing casing circulated cement to surface) | | | | |
| 4 1/2" | 4500'-11,800' | 11.6# | J-55 | ST&C |

new hole

5. Pressure Control Equipment: Double Ram-Type Preventer

6. Circulating Medium:

4500' - 11,800' Fresh Water mud with gel or lime as needed for viscosity control.

7. Auxiliary Equipment: Drill string safety valve.

8. Testing, logging and coring program: DST around 10,400', and possibility at 10,600', 11,500'.

9. Abnormal pressure: Temperatures or gases: None Anticipated

10. Anticipated Starting Date: As soon as application is approved.