

OIL & GAS SHOWS:

No significant oil shows were encountered.

Gas Shows by Mud Logger

1275 - 80 - only 4 unit increase - possible due to loosing 50% returns.
8349 - 8367 - max C-1 100 units
8445 - 8455 - max C-1 40 units
8489 - 8499 - max C-1 122 units

ELECTRIC LOG CALCULATIONS:

Grayburg: 1277 to 1284 - Gas Productive
Porosity 22 1/2% SW 30%

Morrow: 8340 to 8358 - Gas Productive
Porosity 12 1/2% to 17% SW 14-20%

8434 to 8449 (broken) Gas Productive
Porosity 8% SW 10%

8484 to 8492 (broken) Gas Productive
Porosity 12 1/2% SW 20%

Respectfully submitted,

(W. J. Henry)

W. J. Henry
Consulting Geologist

WJH:cm

Copy. Sealthland Royalty