

PERTINENT INFORMATION

For

AVON ENERGY CORPORATION
No.101 Turner "B"
NWNW Sec.20-17S-31E
Eddy County, N.M.

LOCATED: 5.3 air miles ENE of
Loco Hills, New Mexico

FEDERAL LEASE NUMBER: LC 029395-B

LEASE ISSUED: June 13, 1934 - HBP

ACRES IN LEASE: 1,786.15 Ac.

RECORD LESSEE: Atlantic Richfield Company

BOND COVERAGE: Statewide Bond of
Avon Energy Corporation

AUTHORITY TO OPERATE: Assignment of Operating Rights

SURFACE OWNERSHIP: Federal

GRAZING PERMITTEE: Charles R. Martin, Inc.
P.O. Box 706
Artesia, New Mexico 88210
Phone 505-746-2796

POOL RULES: General Oil Rules - 40 Ac. Spacing

EXHIBITS: A. Lease and Contour Map
B. Road and Well Map
C. Rig Layout
D. BOP Diagram