All distances must be from the outer boundaries of the Section.

Operator HANAGAN PETROLEUM CORPORATION	Lease N. Carlsbad "Com" ~~HAPPY VALLEY COM~~	Well No. 2

Unit Letter B	Section 33	Township 21 South	Range 26 East	County Eddy

Actual Footage Location of Well:

660 feet from the **North** line and 1980 feet from the **East** line

Ground Level Elev. 3,0 c	Producing Formation Morrow	Pool Undesignated	Dedicated Acreage: 320 Acres

1. Outline the acreage dedicated to the subject well by colored pencil or hachure marks on the plat below.

2. If more than one lease is dedicated to the well, outline each and identify the ownership thereof (both as to working interest and royalty).

3. If more than one lease of different ownership is dedicated to the well, have the interests of all owners been consolidated by communitization, unitization, force-pooling. etc?

[x] Yes [ ] No   If answer is "yes," type of consolidation **U.S.G.S. Com. Agreement #SW-857 Dated 4/12/74**

If answer is "no," list the owners and tract descriptions which have actually been consolidated. (Use reverse side of this form if necessary.) _____

No allowable will be assigned to the well until all interests have been consolidated (by communitization, unitization, forced-pooling, or otherwise) or until a non-standard unit, eliminating such interests, has been approved by the Commission.

HANAGAN PETROLEUM CORPORATION

660'

1980'

NM 16624
U.S.
Rifle Range

NM 0265356

NM 0265356-A
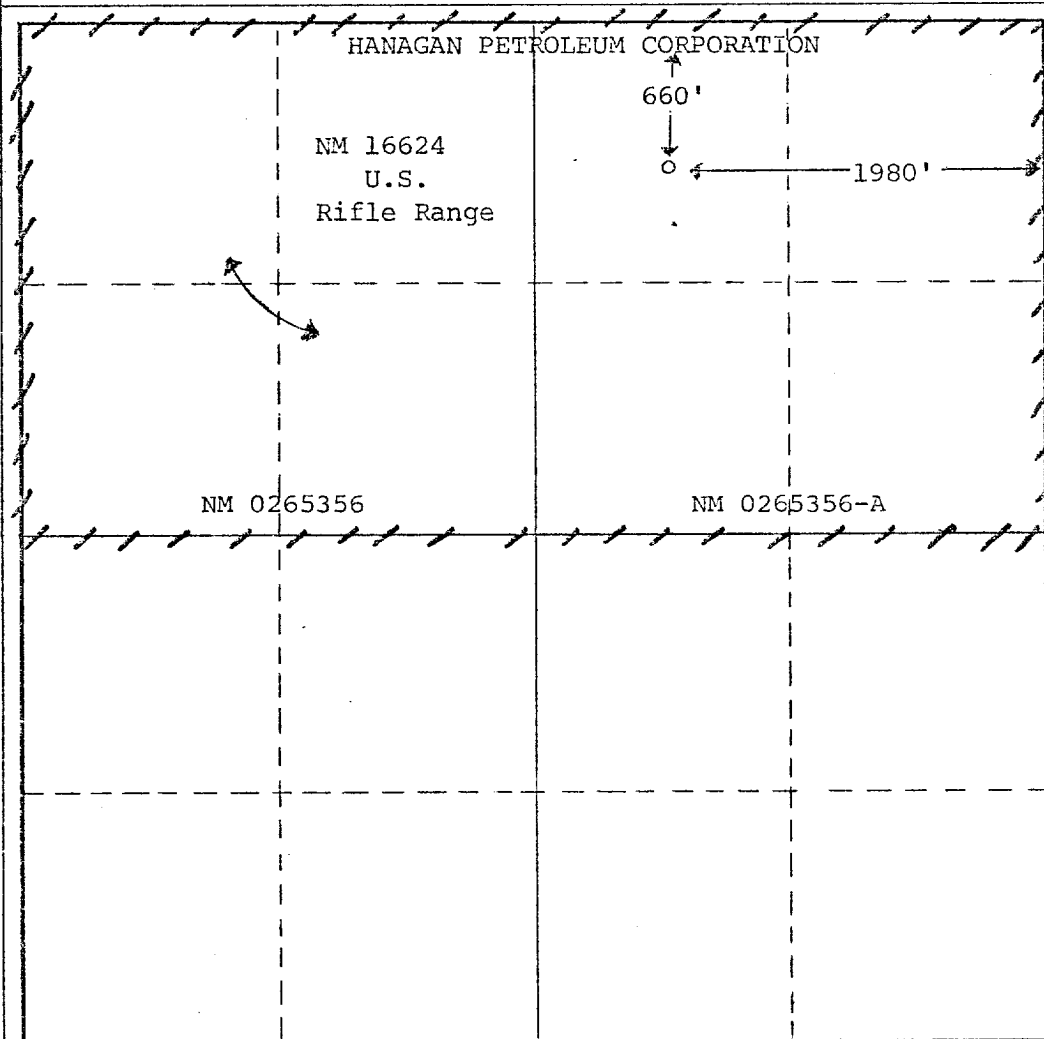
CERTIFICATION

I hereby certify that the information contained herein is true and complete to the best of my knowledge and belief.

Name Hugh E. Hanagan

Position Vice President

Company Hanagan Petroleum Corporation

Date

I hereby certify that the well location shown on this plat as plotted from field notes of actual survey made by me or under my supervision, and that the same is true and correct to the best of my knowledge and belief.

Date Surveyed

Registered Professional Engineer and/or Land Surveyor

Certificate No.

0 330 660 '90 1320 1650 1980 2310 2640   2000   1500   1000   500   0