

* This well was originally drilled to a depth of 10,970' by Southland Royalty Company and was plugged back to a depth of 2,500'. After a correlation log was run in the later part of July to a depth of 2,500', we then perforated the Queen Sand Zone at the following intervals:

1185' - 1189'

1204' - 1210'

1232' - 1238'

After breaking down the formation with 600 gallons of 15% acid and swabbing, we then sandfractured the Queen and then started swabbing oil and water.

Effective August 1, 1979, we have established production of 27 barrels of oil per day plus 73 barrels of water.

We therefore request an allowable of 27 barrels of oil per day effective August 1, 1979.

** Heretofore John H. Trigg drilled and completed well number Federal "TY" #1-3 and drilled and plugged and abandoned Federal "TY" wells #2-3 and #3-3. It is for this reason that we are assigning well number Federal "TY" #4-3 to this operation.