

CONCHO RESOURCES, INC.
 SPRINGS "2" FEDERAL # 1
 LOT 10 SECTION 2
 T21S-R25E EDDY CO. NM

In response to questions asked under Section II B of Bulletin NTL-6 the following information is provided for your consideration:

1. Location: Surface Location: 2375' FNL & 2300' FEL SEC. 2 T21S-R25E
 Bottom Hole Loc: 3200' FNL & 1900' FEL SEC. 2 T21S-R25E
2. Elevation above sea level: 3225' GR.
3. Geologic name of surface formation: Quaternary Aeolian Deposits.
4. Drilling tools and associated equipment: Conventional rotary drilling rig using fluid as a circulating medium for solids removal.
5. Proposed drilling depth: TVD 10,650' Measured 10,904'
6. Estimated tops of geological markers:

Grayburg	930'	Cisco	8183'
Bone Spring	3895'	Atoka	9350'
Wolfcamp	7300'	Morrow	10210'
7. Possible mineral bearing formation:

Bone Spring	Oil	Atoka	Gas
Wolfcamp	Gas	Morrow	Gas
Cisco	Gas		
8. Casing program:

Hole size	Interval	Casing OD	Weight	Thread	Collar	Grade
25"	0-40	20"	NA	NA	NA	Conductor
17½"	0-450	13 3/8"	48	8-R	ST&C	H-40
12¼"	0-2250'	8 5/8"	32	8-R	ST&C	K-55
7 7/8"	0-10,904'	5½"	17	8-R	LT&C	N-80