

**PALOMA RESOURCES, INC.**  
**Aspen Fed. #1**  
**1980' FNL & 660' FwL**  
**Section 4-T24S-R26E**  
**Eddy County, New Mexico**

In conjunction with Form 3160-3, Application for Permit to Drill subject well, **PALOMA RESOURCES, INC.** submits the following items of pertinent information in accordance with BLM requirements.

1. The geologic surface formation is Alluvium. The ground elevation is 3534.2'.

2. The estimated tops of geologic markers are as follows:

Delaware Lime	1584'
Delaware Sand	1795'
Cherry Canyon	2758'
Brushy Canyon	3110'
Bone Springs LS	6165'

3. Estimated depths at which anticipated gas or oil bearing formations are expected:

Delaware Lime	1680'-1690'
Brushy Canyon	4972'-5298'

4. Proposed casing program:

This well currently has in place:

13 3/8" Set at 450' and cement circulated.

9 5/8" Set at 5410' and cement circulated.

5. Pressure control equipment:

A 3000# working pressure BOP with blind and pipe rams will be used at the onset of operations and tested daily. See Attached Diagram.

6. Mud Program:

Cut brine will be used to drill cement plugs.

No new open hole will be encountered.

7. Auxiliary Equipment:

Kelly cock, and full opening valve on floor w/ drill pipe connec.

8. Testing, Logging and Coring Program:

No DST's, Cores, Samples or logs will be run. These were obtained during original drilling of this well.

9. No abnormal pressures or temperatures are anticipated.

10. Anticipated starting date:

As soon as possible after approval of Sundry Notice.