

LEGEND:

- * Gas Well
- ⊕ Dry Hole
- Well Location
- Potash Core Test
- Existing Road
- New Road

EXHIBIT "B"

CORONADO EXPLORATION CORPORATION
WELL NO. 2 CARTEL FEDERAL
2030' FNL & 2080' FEL SEC. 5, T. 23 S., R. 29 E.
EDDY COUNTY, NM SCALE: 1" = 2000'

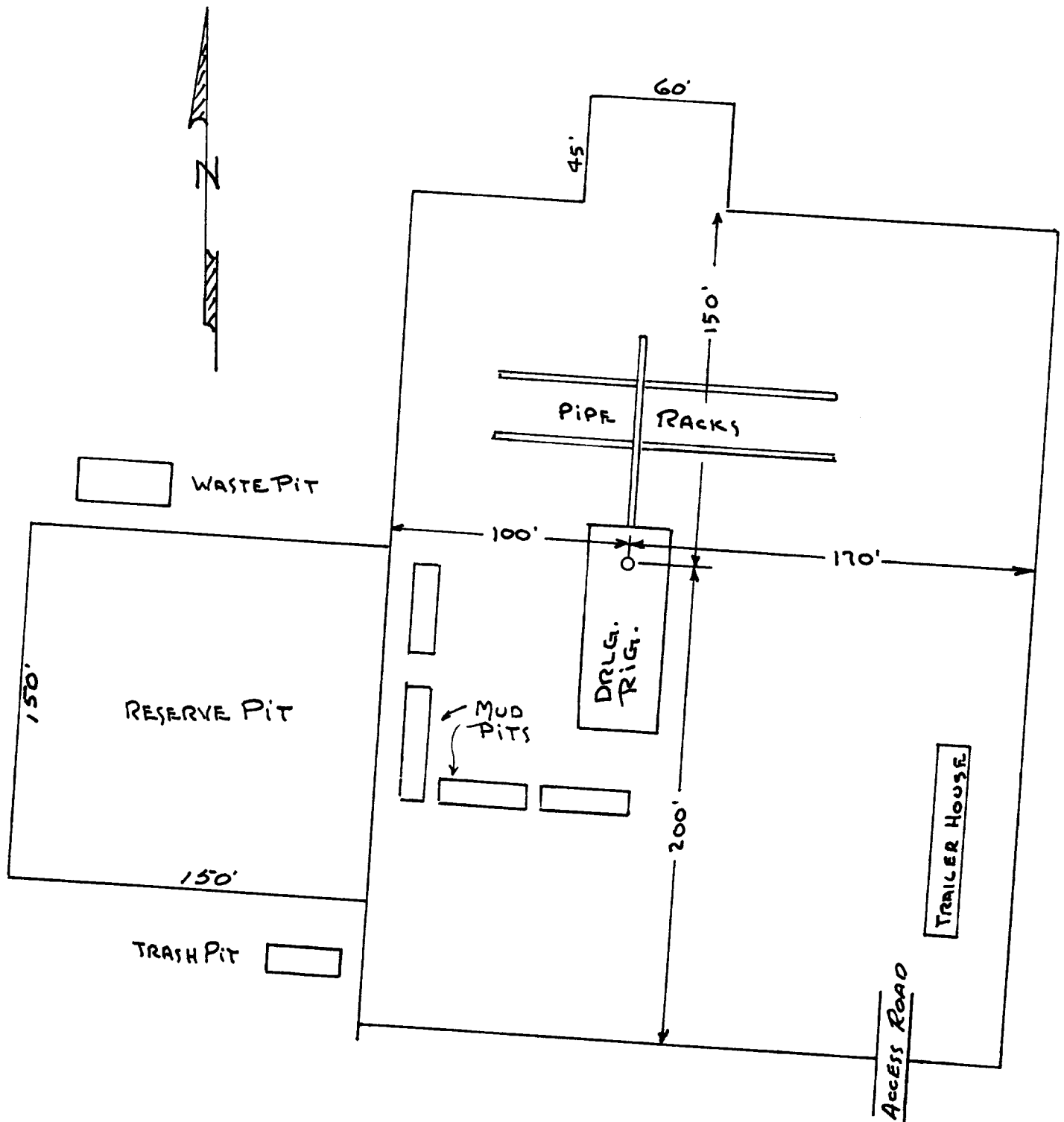


EXHIBIT "C"

CORONADO EXPLORATION CORPORATION
 WELL NO. 2 CARTEL FEDERAL
 RIG LAYOUT
 SCALE: 1" = 60'

O'BRIANT ENGINEERING

316 BUILDING OF THE SOUTHWEST
MIDLAND, TEXAS 79701

915 - 683-3172
915 - 683-5511

May 20, 1980

Mr. Leland A. Hodges, Trustee
~~200 Throckmorton P.O. Box 1718~~
Ft. Worth, Texas 76102

RECEIVED
JUN 6 1980

Dear Mr. Hodges:

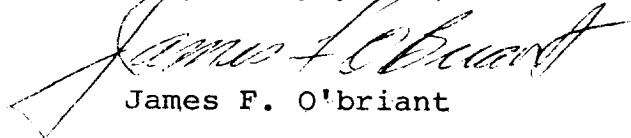
This is to inform you, pursuant to the requirements of the New Mexico Oil Conservation Division's Order R-111A as amended, that Coronado Exploration Corporation plans to drill a 13,400 foot Morrow test in the SW 1/4 NE 1/4 sec. 5, T. 23 S., R. 29 E., Eddy County, New Mexico.

Enclosed is a copy of the Application for Permit to Drill and Well Location and Acreage Dedication Plat being filed with the U. S. Geological Survey for approval. Casing and cementing programs will be in accordance with the requirements of OCD Order R-111A.

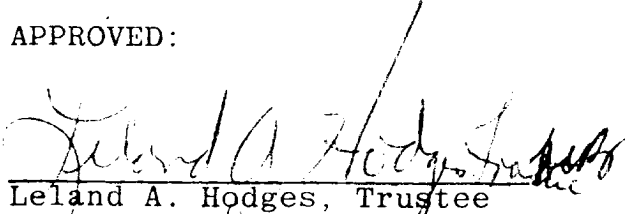
We respectfully request that you waive objection to the drilling of the above described well and to so indicate by signing and returning one copy of this letter.

Your favorable consideration of this request will be appreciated.

Very truly yours,


James F. O'briant

APPROVED:


Leland A. Hodges, Trustee

Date: 7 June 1980