Application For Drilling Permit

CIMARRON ENERGY CORPORATION Cimarron "RB" Federal Well #1 1980' FSL 660' FWL Sec 34 T22S R28E N.M.P.M. Eddy Co. N.M.

In conjunction with Form 9-331C, Application for Permit to Drill subject well, Cimarron Energy Corp. submits the following ten items of pertinent information in accordance with USGS requirements:

- 1. The geologic surface formation is Permian.
- 2. The estimated tops of geologic markers are as follows:

| Tertiary | Surface |
|-----------------|---------|
| Delaware | 2450' |
| Bone Springs | 5930' |
| Wolfcamp | 9280' |
| Cisco | 10600' |
| Canyon | 10890' |
| Strawn | 11275' |
| Atoka Clastics | 11520' |
| Atoka Carbonate | 11680' |
| Morrow | 12120' |
| Chester | 12775' |
| ΊD | 12800' |
| | |

3. The estimated depths at which anticipated water, oil or gas formations are expected to be encountered:

Water: Approx. 250' Oil or Gas: Wolfcamp 9280'- 10600' Cisco 10600' - 10890' Canyon 10890' - 11275' Atoka 11520' - 11680' Morrow 12120' - 12775'

- 4. Proposed Casing Program: see Exhibit D
- 5. Pressure Control Equipment: see Exhibit G
- 6. Drilling Fluids Program: see Exhibit F
- 7. Auxillary Equipment: see Exhibit H
- 8. Testing, Logging, and Coring programs:

Drill Stem Tests(all DST's to be justified by a valid show of oil):

Delaware Wolfcamp Atoka Morrow

9. No abnormal pressures or temperatures are anticipated.

10. Anticipated Starting Date: As soon as possible but no later than 30 June 1982

20 AUG, 1982