APPLICATION FOR DRILLING

Florida Exploration Company Ross Draw #8 1650' FEL and 1650' FNL Section 27, T-26-S, R-30-E Eddy County, New Mexico

In conjunction with Form 9-331-C, Application for Permit to Drill subject well, Florida Exploration Company submits the following ten items of pertinent information in accordance with U.S.G.S. requirements:

- (1) The geologic surface formation is Dewey Lake of the Permian
- (2) The estimated tops of geologic markers are as follows:

Delaware Lime	3,400'
Delaware Sand	3,430'
Bone Springs	7,320'
1st Bone Springs S.	
2nd Bone Springs S	and 8,870'

(3) The estimated depths at which anticipated water, oil and gas formations are expected to be encountered:

Water: Approximately 240'.

Oil or Gas:	
Delaware Sand	3,400'
Cherry Canyon	5,500'
Bone Springs Sand	8,290'

(4) Proposed Casing Program:

See Form 9-331-C and Exhibit "F"

(5) Pressure control equipment:

See Form 9-331-C and Exhibit "E"

(6) Mud Program:

See Exhibit "G"

(7) Auxillary Equipment:

See Exhibit "H"