

PERTINENT INFORMATION
for
HANAGAN PETROLEUM CORPORATION
#1 Bet-Net
660' FNL & 1980' FWL
Section 25 - T24S - R31E
Eddy County, New Mexico

LOCATED: Approximately 40 miles southeast
of Loving, New Mexico.

FEDERAL LEASE
NUMBER: NM-012121

LEASE ISSUED: December 1, 1950 (effective date)

ACRES IN LEASE: 1,280.00 acres
Township 24 South, Range 31 East,
Sec. 25: W/2, SE/4
Sec. 26: All
Sec. 35: NE/4

RECORD LESSEE: Hondo Oil & Gas Company/Texaco, Inc.

BOND COVERAGE: Statewide Bond of Hanagan Petroleum
Corporation from Planet Indemnity
Company: Surety Bond #B03222

BLM BOND FILE #: Statewide Bond 3104 (943-3ssp)

SURFACE OWNERSHIP: Federal Surface (BLM-Carlsbad)

GRAZING PERMITTEE: JD Engineering
P.O. Box 12237
Odessa, Texas 79768
Att: Jimmy Richardson

POOL RULES: Statewide Rules - 40 Acre oil spacing

EXHIBITS: A. USGS Topographic map showing roads
and wells.
B. State Road Map
C. Rig/pad Diagram
D. Statement of Responsibility