

APPLICATION TO DRILL

GRUY PETROLEUM MANAGEMENT CO.  
 RHODES FEDERAL UNIT # 103  
 UNIT "P" SECTION 10  
 T26S-R37E LEA CO. NM

In response to questions asked under Section II B of Bulletin NTL-6 the following information is provided for your consideration:

1. Location: 990' FSL & 990' FEL SEC. 10 T26S-R37E LEA CO. NM
2. Elevation above sea level: GR. 2984'
3. Geologic name of surface formation: Quaternary Aeolian Deposits.
4. Drilling tools and associated equipment: Conventional rotary drilling rig using fluid as a circulating medium for solids removal.
5. Proposed drilling depth: 3380'
6. Estimated tops of geological markers:

Rustler Anhydrite	1030'	Yates	2700'
Salado Salt	1330'	7 Rivers	3050'
Tansil	2535'		
7. Possible mineral bearing formation:

Tansil	Gas
Yates	Gas
7 Rivers	Gas
8. Casing program:

Hole size	Interval	Casing OD	Weight	Thread	Collar	Grade
12½"	0-750'	8 5/8"	24	8-R	ST&C	J-55
7 7/8"	0-3380'	4½"	11.6	8-R	ST&C	J-55