

**TRACT 1 – Lots 1, 2, S/2 NE/4 & SW/4 of Section 4**  
(Federal Lease NM-19142)

<u>Operating Rights</u>	<u>Ownership Percentage</u>
Robert E. Landreth	50.00%
Hunt Oil Company	50.00% <sup>(1)</sup>

- (1) Subject to Farmout Agreement dated August 19, 1998 to Santa Fe Energy Resources, Inc. Initial Well must be commenced on or before November 30, 1998.

**TRACT 2 – Lots 3 & 4 of Section 4**  
(Federal Lease NM-92782)

<u>Operating Rights</u>	<u>Ownership Percentage</u>
Robert E. Landreth	100.00%

**TRACT 3 - S/2 SW/4 of Section 4**  
(Federal Lease NM-92199)

<u>Operating Rights</u>	<u>Ownership Percentage</u>
Santa Fe Energy Resources, Inc.	100.00%

**TRACT 4 - SE/4 of Section 4**  
(Federal Lease NM-19143)

<u>Operating Rights</u>	<u>Ownership Percentage</u>
Altura Energy, Inc.	50.00% <sup>(2)</sup>
Santa Fe Energy Resources, Inc.	50.00%

- (2) Subject to Exploration Agreement dated November 18, 1988, between Amoco Production Company (Altura) and Santa Fe Energy Resources, Inc. Pursuant to this Agreement, all of Section 4 has been designated as being within the Rio Blanco Prospect. Unless drilling operations for the Rio Blanco "4" Fed COM #1 Well are commenced on or before November 18, 1998, Santa Fe's interest in this lease along with the right to earn the balance of Altura's interest therein shall expire.

BEFORE THE  
OIL CONSERVATION DIVISION  
Case No. 12043 Exhibit No. 2  
Submitted By:  
*Santa Fe Energy Resources*  
Hearing Date: September 17, 1998