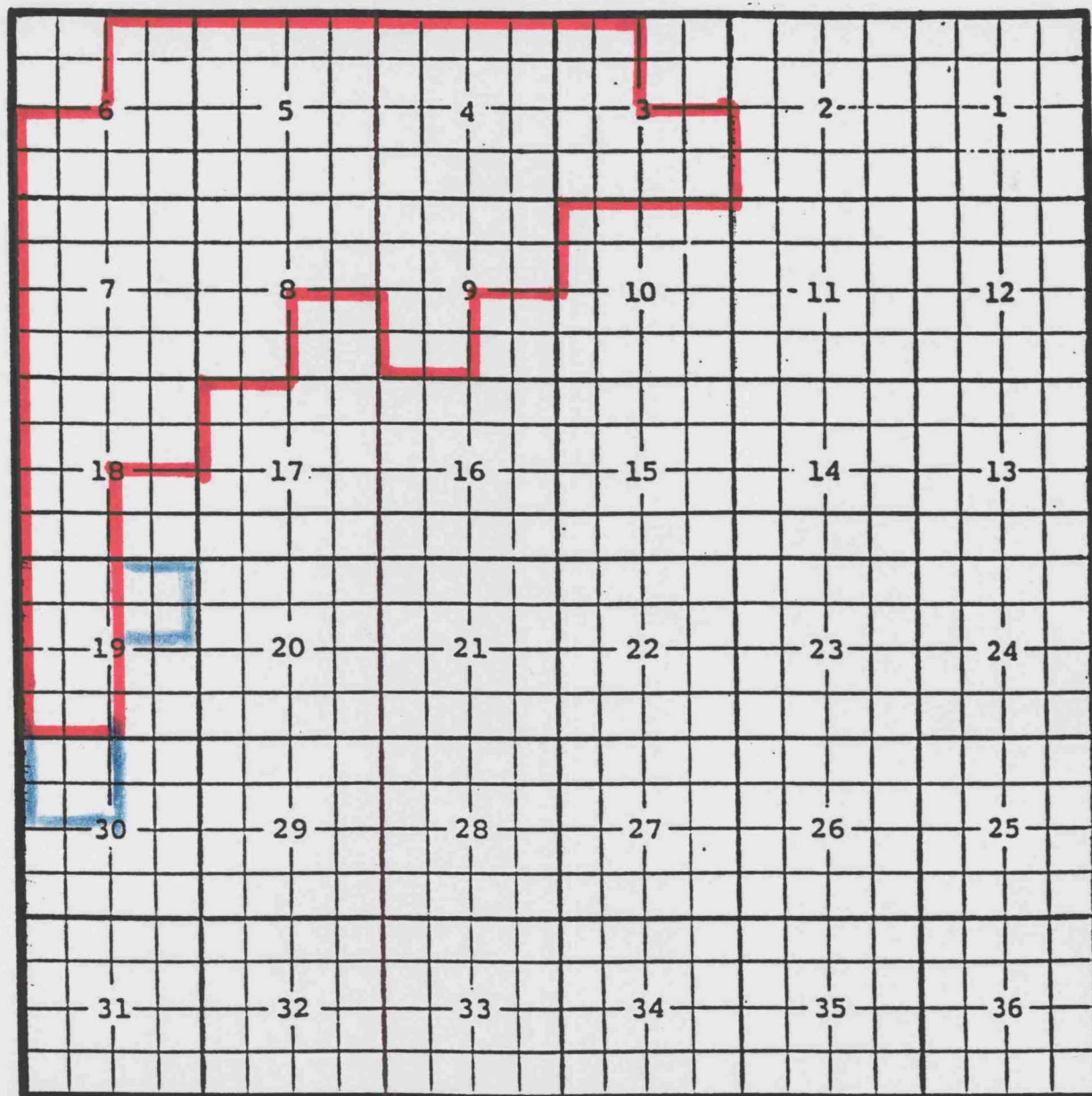


Eddy County, New Mexico

Shugart; Bone Spring, North Oil Pool

TOWNSHIP 18 SOUTH, RANGE 31 EAST, NMPM



**Purpose:** Two completed oil wells capable of producing.

1) KCS Medallon Resources, Inc., West Shugart '19' Federal #6

Location: Unit G, Sec. 19, Township 18 South, Range 31 East, NMPM

Completed 12/02/99 in the Bone Spring formation.

Top of perfs: 8146'.

2) Concho Resources Inc., West Shugart '30' Federal #1

Location: Unit F, Sec. 30, Township 18 South, Range 31 East, NMPM

Completed 11/09/99 in the Bone Spring formation.

Top of perfs: 8176'.