

THE JOINT OPERATING AGREEMENT THAT
WILL BE USED WILL BE THE SAME
OPERATING AGREEMENT APPROVED UNDER
CASE NO. 12697 AND ORDER NO. R-11659 FOR
TRILOGY OPERATING, INC.'S SAPPHIRE NO. 1
WELL.

ADDITIONALLY, THE RATES PROPOSED FOR
DRILLING AND PRODUCING OVERHEAD ARE
ALSO THE SAME RATES PROPOSED AND
APPROVED UNDER ORDER NO. R-11659