

NEW POOLS

It is recommended that a new OIL pool be created and designated as the Buffalo-Queen Pool.

Vertical limits to be the Queen formation and the horizontal limits should be as follows: As outlined in Paragraph (a) Exhibit I

Discovery well was Harvey E. yates Co. Atlantic 32 State Well No. 1 located in Unit C Section 32 Township 18 Range 33 and was completed on November 14, 1990. Top of perforations is at 4,438 feet.

It is recommended that a new OIL pool be created and designated as the South Fowler-Tubb Pool.

Vertical limits to be the Tubb formation and the horizontal limits should be as follows: As outlined in Paragraph (b) Exhibit I

Discovery well was chevron USA Inc. Plains Knight Well No. 2 located in Unit N Section 23 Township 24 Range 37 and was completed on January 21, 1991. Top of perforations is at 5,848 feet.

It is recommended that a new OIL pool be created and designated as the Young-Grayburg Pool.

Vertical limits to be the Grayburg formation and the horizontal limits should be as follows: As outlined in Paragraph (d) Exhibit I

Discovery well was Siete Oil & Gas Corporation Inca Federal Well No. 8 located in Unit F Section 17 Township 18 Range 32 and was completed on December 17, 1990. Top of perforations is at 4,440 feet.