

PERTINENT INFORMATION

FOR

MCKAY OIL CORPORATION
CACTUS "B" Fed. #4
SE/4SE/4 of Sec. 34, T-6S, R-22E
Chaves County, New Mexico

<u>LOCATED:</u>	21 air miles Northwest of Roswell, NM.
<u>LEASE NUMBER:</u>	NM-91498
<u>LEASE ISSUED:</u>	September 1, 1993
<u>RECORD LESSEE:</u>	Sanders Petroleum Corporation
<u>BOND COVERAGE:</u>	Operator's \$25,000 Statewide
<u>AUTHORITY TO OPERATE:</u>	Assignment of Operating Rights
<u>ACRES IN LEASE:</u>	1,240.00 acres, more or less
<u>SURFACE OWNERSHIP:</u>	Fee
<u>OWNER:</u>	USA-BLM
<u>POOL RULES:</u>	General Statewide Rules
<u>EXHIBITS:</u>	A. Road and Well Map B. Contour Map C. Rig Layout D. BOP Diagram E. Lease Map F. Location Topography