

APPLICATION FOR DRILLING  
MAY ENERGY COMPANY  
ME 27-1A  
660' FWL and 660' FSL  
Section 27, T22S, R7W  
LUNA COUNTY, NEW MEXICO  
(EXPLORATORY WELL)

In conjunction with Form 9-331C, Application for Permit to Drill subject well, MAY ENERGY COMPANY submits the following ten items pertinent information in accordance with USGS requirements:

1. The geologic surface formation is Permian.
2. The estimated tops of geologic markers are as follows:

Permian	2100'
Pennsylvanian	2250'
Mississippian	2650'
Devonian	2850'
Silurian	3350'
Ordovician (Montoya)	3500' to 4000'

3. The estimated depths at which anticipated water, oil or gas formations are expected to be encountered:

Water: Approximately 195 ' and 600 '  
Oil or gas: 3500 ' to 4000 '  
Ordovician (Montoya)

4. Proposed Casing Program: See Form 9-331C and exhibit F.
5. Pressure Control Equipment: See Form 9 331C and exhibit E.
6. Mud Program: See exhibit G.
7. Auxiliary Equipment: See exhibit H.
8. Logging:  
At TD, Compensated Density Log  
Induction Electrical Log
9. No abnormal pressures or temperatures are anticipated.
10. Anticipated starting date: As soon as possible.