

DEPCO, Inc.
800 Central
Odessa, Texas 79760

Application For Drilling

DEPCO, Inc.
No. 2 Apache Springs Unit - Section 27- T11S- R30E
Chaves county, New Mexico

In conjunction with Form 9-331C, Application for permit to drill, DEPCO, Inc. submits the following items of pertinent information in accordance with USGS requirements.

1. The estimated tops of geologic markers are as follows:

San Andres	2740
Glorieta	4130
Tubb	5580
Abo	6420
Wolfcamp	7520
Cisco	8200
Canyon	8650
Strawn	9170
Atoka - Morrow	9535
Chester	10085
Miss. Lime	10150
TD	10200

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

Water: Approximately 100 feet or less.
Oil or Gas Atoka 9535-10085
 Miss. 10085-10200

3. Proposed Casing Program: See Form 9-331C
4. Pressure Control Equipment: See Form 9331C and Exhibit D.
5. Mud Program: See Form 9-331C and attached letter from Marrs Mud Company.
6. Auxiliary Equipment: Blowout Preventer, Inside Blowout Preventer, Kelley Cock.
7. Testing, Logging and Coring Program:

Drill Stem Test: Wolfcamp - 1
 Atoka-Morrow - 2
10-foot samples from intermediate casing to TD.
Logging: Dual Laterolog and Compensated Neutron/Density
 With Gamma Ray and Caliper.

8. No abnormal pressures or temperatures are anticipated.
9. Anticipated starting date: As soon as possible.