

REQUEST FOR ALLOWABLE AND AUTHORIZATION TO TRANSPORT

|  |                                 |   |
|--|---------------------------------|---|
| Operator Name and Address<br>Cactus Operating Company L.L.C.<br>1907 West Jefferson<br>Lovington, NM 88260 |                                 | OGRID Number<br>186820  |
|  |                                 | Reason for Filing Code/Effective Date<br>CH – Effective July 15, 2000 |
| API Number<br>30-025-23064   | Pool Name<br>Baum Upper Penn    | Pool Code<br>04940  |
| Property Code<br>26444   | Property Name<br>Baum “C” State | Well Number<br>1  |

II. Surface Location

| UL or Lot | Section | Twtnshp | Range | Lot ID | Feet from the | North/South Line | Feet from the | East/West Line | County |
|-----------|---------|---------|-------|--------|---------------|------------------|---------------|----------------|--------|
| P         | 31      | 13S     | 33E   |        | 660           | South            | 660           | East           | Lea    |

Bottom Hole Location

| UL or Lot | Section               | Twtnshp | Range               | Lot ID | Feet from the       | North/South Line | Feet from the        | East/West Line | County                |
|-----------|-----------------------|---------|---------------------|--------|---------------------|------------------|----------------------|----------------|-----------------------|
| P         | 31                    | 13S     | 33E                 |        | 660                 | South            | 660                  | East           | Lea                   |
| Lse Code  | Producing Method Code |         | Gas Connection Date |        | C-129 Permit Number |                  | C-129 Effective Date |                | C-129 Expiration Date |
| S         | P                     |         |                     |        |                     |                  |                      |                |                       |

III. Oil and Gas Transporters

| Transporter OGRID | Transporter Name and Address     | POD     | O/G | POD ULSTR Location and Description |
|-------------------|----------------------------------|---------|-----|------------------------------------|
| 138648            | Amoco PipeLine ITD<br>Tulsa, OK  | 1961210 | O   | 31-13S-33E                         |
| 024650            | Dynegy Midstream Services<br>LTD | 1961230 | G   | 31-13S-33E                         |
|                   |                                  |         |     |                                    |
|                   |                                  |         |     |                                    |
|                   |                                  |         |     |                                    |

IV. Produced Water

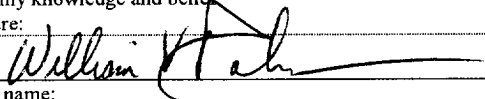
| POD     | POD ULSTR Location and Description |
|---------|------------------------------------|
| 1961250 | 31-13S-33E                         |

V. Well Completion Data

| Spud Date | Ready Date           | TD | PBTD      | Perforations | DHC,MC |
|-----------|----------------------|----|-----------|--------------|--------|
|           |                      |    |           |              |        |
| Hole Size | Casing & Tubing Size |    | Depth Set | Sacks Cement |        |
|           |                      |    |           |              |        |
|           |                      |    |           |              |        |
|           |                      |    |           |              |        |
|           |                      |    |           |              |        |

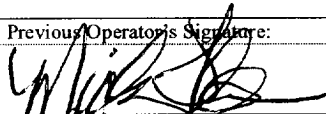
VI. Well Test Data

| Date New Oil | Gas Delivery Date | Test Date | Test Length | Tbg. Pressure | Csg. Pressure |
|--------------|-------------------|-----------|-------------|---------------|---------------|
|              |                   |           |             |               |               |
| Choke Size   | Oil               | Water     | Gas         | AOF           | Test Method   |
|              |                   |           |             |               |               |

I hereby certify that the rules of the Oil Conservation Division have been complied with and that the information given above is true and complete to the best of my knowledge and belief.  
Signature:   
Printed name: William V. Palmer  
Title: Managing Member  
Date: 7/19/00  
Phone: 505-396-7560

OIL CONSERVATION DIVISION  
Approved by: ORIGINAL SIGNED BY CHRIS WILLIAMS  
DISTRICT SUPERVISOR  
Title:  
Approval Date:

If this is a change of operator, fill in the OGRID number and name of the previous operator  
Welborn, Mickey D. OGRID 171894

|  |                                 |              |               |
|--|---------------------------------|--------------|---------------|
| Previous Operator's Signature:  | Printed Name: Mickey D. Welborn | Title: Owner | Date: 7-19-00 |
|--|---------------------------------|--------------|---------------|

