Addendum to C-108

- III B 1) Cisco-Canyon (Penn)
  - 2) 10,576'-11,368' (Perforated)
  - 3) The well was originally drilled in hopes of completing in the Mississippian.
  - 4) CIBP @ 13,350' w/35' cmt on top to isolated open hole interval from 13,370' to 13,530'.
  - 5) a. McDonald #2 located 660' FNL & 660' FWL of Section 3, T-14S, R-36E produces from the Devonian @ 14,556'-568'.
    - b. Richardson Fee #1 located 660' FNL & 1980' FWL of Section 5, T-14S, R-36E produces from the Austin Mississippian, open hole from 13,393' to 13,524'.
    - c) Griffin #1 located 660' FNL & 660' FEL of Section 4, T-14S, R-36E produces from the Bough A @ 10,203'-210'.
- VII A) 500-600 barrels water per day.
  - B) Closed system.
  - C) Expected pressure of 1200 psi to maximum of 2273 psig.
  - D) Devonian formation water; see attached water analysis.
  - E) See attached water analysis.
- VIII 1) Lithologic Data: Cisco-Dolomite, Lime & Chert; Canyon-Dolomite, Lime, Chert. 2) Geologic Name: Pennsylvanian (Cisco-Canyon).
  - 3) Thickness: 1345 feet combined (Cisco = 443'; Canyon = 902').
  - 4) Depth: T/Cisco = 10,615'; T/Canyon = 11,058'.
  - See attached report on fresh water aquifers.
  - XI See attached completion schedule.
  - X Logs on file with New Mexico Oil Conservation Division District I in Hobbs, New Mexico.
  - XI See attached water analysis for the S. A. Richardson fresh water well.
- XII To the best of our knowledge, there are no open faults in the disposal zone or fresh water aquifers in the area.
- XIII See attached proof of notice printed in the Hobbs Daily News Sun newspaper.