


The unorthodox location is based on geologic reasons. As noted above, the well was originally drilled to test the Strawn, but was dry at the orthodox bottom hole location. Attached as Exhibit B is an isopach of the Strawn formation. Manzano believes that the Strawn reservoir lies to the north of the original bottom hole location. Thus, drilling the well at the existing unorthodox location will lessen its cost and increase the chances of encountering commercial quantities of hydrocarbons.

Attached as Exhibit C is a land plat of the area. The working interest owners in Lots 11 and 14 are Manzano, Mark A. Chapman, Bristol Resources Corporation, Bristol Resources 1994 Acquisition Limited Partnership, and Bristol Resources Production Company, L.L.C.. Notice letters to the offsets are attached as Exhibit D. **Please note that these letters were mailed yesterday.**

This application is submitted in duplicate. Please call me if you need anything further regarding this matter.

Very truly yours,


James Bruce
Attorney for Manzano
Oil Corporation