Attachment to "Application for Permit to Drill", Form 9-331 C

Federal AC #1 660' FNL & 1980' FEL Sec. 18 T-19-S, R-33-E, Lea County, NM

1. Location

See attached Form C-102

2. Elevation

See attached Form C-102

3. Geologic name of surface formation.

Ogalalla

4. Type of drilling tools and associated equipment to be utilized.

See Form 9-331 C

5. Proposed drilling depth.

See Form 9-331 C

- 6. Estimated tops of important geologic markers. Yates 2640' Bone Springs 7580' Miss 13700' Queen 4200' Wolfcamp 10810' Delaware 5580' Mid Morrow 13000'
- 7. Estimated depths at which anticipated water, oil, gas or other mineralbearing formations are expected to be encountered. Delaware 5580' Mid Morrow 13000' Wolfcamp 10810'
- 8. Proposed casing program, including size, grade, and weight of each string and whether it is new or used.

Depth	Size	Weight	Grade	New or Used
450'	13-3/8"	54.5#	K-55	New
5000'	9-5/8"	40#	K-55	New
13700'	5-1/2"	17# & 20#	N-80 & K-55	New

- 9. Proposed cementing program.
 - 13-3/8" Circulate to surface 9-5/8" Circulate to Surface 5-1/2" Tie back to 9-5/8"