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| OPERATORS NAME: | Meridian Oil Inc. |
| LEASE NAME AND WELL NO.: | Rhodes 'B' Federal Well No. 4 |
| LOCATION: | 2418' FSL & 553' FEL, Sec. 27, T26S, R37E |
| FIELD NAME: | Rhodes Gas Pool |
| COUNTY: | Lea County, NM |
| LEASE NUMBER: | NMLC 030174 B |

The following information is to supplement BLM form 3160-3 Application for permit to drill in accordance with Onshore Oil and Gas Order No. 1:

9 - POINT DRILLING PLAN

1. Name and estimated tops of important geologic formation/marker horizons.

| <u>FORMATION</u> | <u>DEPTH</u> |
|-----------------------|--------------|
| Redbeds | 350' |
| Rustler | 1040' |
| Salado | 1400' |
| Tansil/Yates/7 Rivers | 2650'-3150' |

2. Estimated depths at which the top and bottom of formations potentially containing usable water, oil, gas, or prospectively valuable deposits of other minerals are expected to be encountered and the operator's plans for protecting such resources.

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|----------------|-------------|
| Yates/7 Rivers | 2650' (Gas) |
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