

PERTINENT INFORMATION

For

KENSON OPERATING COMPANY, INC.
No. 124 Langlie Jal Unit
2622' FNL & 1528' FEL Sec. 17, T25S, R37E
Lea County, New Mexico
Federal Lease No. NM-036452

LOCATED: 3/4 miles northeast of Jal, New Mexico

FEDERAL LEASE NUMBER: NM-036452

DATE ISSUED: October 1, 1958

ACRES IN LEASE: 3760

RECORD LESSEE: R. Olsen Oil Company

BOND COVERAGE: State of New Mexico – RLB0001849
BLM Statewide – RLB0001609

AUTHORITY TO OPERATE: Transfer of Operating Rights to Kenson Operating Company, Inc.

SURFACE OWNERSHIP: Federal

GRAZING PERMITTEE: Jal Public Library Trust/Woolworth Trust

POOL RULES: Langlie Mattix Seven-Rivers/Queen/Grayburg

EXHIBITS: A. Road and Contour Map
B. Lease and Well Map
C. Drill Pad Layout
D. BOP Diagram
E. Flow Line/Power Map