PERTINENT INFORMATION

For

KENSON OPERATING COMPANY, INC. No. 122 Langlie Jal Unit 1404' FNL & 1206' FEL Sec. 17, T25S, R37E Lea County, New Mexico Federal Lease No. LC-032511 (c)

LOCATED: 1.0 mile northeast of the city of Jal, New Mexico

FEDERAL LEASE NUMBER: LC-032511 (c)

DATE ISSUED: October 1, 1958

ACRES IN LEASE: 3760

RECORD LESSEE: Anderson-Prichard Oil Corp.

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

<u>AUTHORITY TO OPERATE</u>: Transfer of Operating Rights to Kenson Operating Company, Inc.

SURFACE OWNERSHIP: Federal

GRAZING PERMITTEE: Jal Public LibraryTrust/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