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

Myers "B" Federal #26, Unit I, 1650 FSL and 990 FEL, Section 9, Township 24 South, Range 37 East, Lea County, New Mexico

1. Location

See Attached Form C-102

2. Elevation

See Attached Form C-102

3. Geologic name of surface formation.

Unknown

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

Estimated tops of important geologic markers.

Yates 2630' Seven Rivers 2900' Queen 3350'

7. Estimated depths at which anticipated water, oil, gas or other mineral bearing formations are expected to be encountered.

2630' Yates 2900' Seven Rivers 3350' Queen

8. Proposed casing program including size, grade, and weight of each string and whether it is new or used

| <u>Depth</u> | <u>Size</u> | Weight | <u>Grade</u> | New or Used |
|--------------|-------------|----------|--------------|-------------|
| 1200' | 8 5/8" | 24# | K-55 ST & C | New |
| 3550' | 5½" | 14-15.5# | K-55 ST & C | New |

9. Proposed cementing program.

8 5/8" Casing - Sufficient cement to circulate to surface 5 ½" Casing - Sufficient cement to tie back to 8 5/8" casing