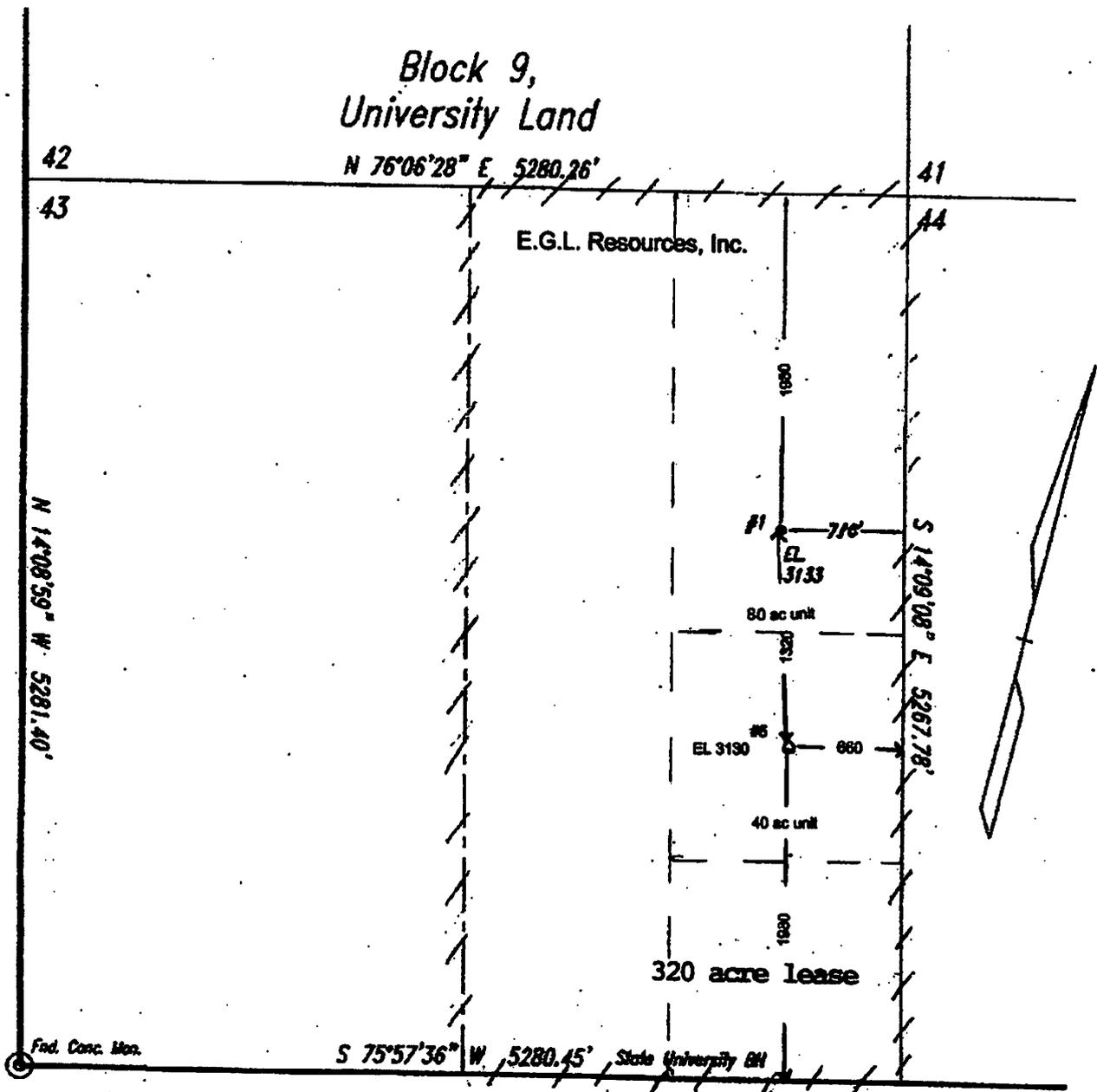


API No. 42-003-02539	RAILROAD COMMISSION OF TEXAS OIL & GAS DIVISION			FORM W-1 07/2004			
Drilling Permit # 625087	APPLICATION FOR PERMIT TO DRILL, RECOMPLETE, OR RE-ENTER			Permit Status: Approved			
SWR Exception Case/Docket No.	<i>This facsimile W-1 was generated electronically from data submitted to the RRC. A certification of the automated data is available in the RRC's Austin office.</i>						
1. RRC Operator No. 238522	2. Operator's Name (as shown on form P-5, Organization Report) E.G.L. RESOURCES, INC.		3. Operator Address (include street, city, state, zip):				
4. Lease Name STATE UNIVERSITY -BH-	5. Well No. 1						
GENERAL INFORMATION							
6. Purpose of filing (mark ALL appropriate boxes): <input type="checkbox"/> New Drill <input checked="" type="checkbox"/> Recompletion <input type="checkbox"/> Reclass <input type="checkbox"/> Field Transfer <input type="checkbox"/> Re-Enter <input checked="" type="checkbox"/> Amended <input type="checkbox"/> Amended as Drilled (BHL) (Also File Form W-1D)							
7. Wellbore Profile (mark ALL appropriate boxes): <input checked="" type="checkbox"/> Vertical <input type="checkbox"/> Horizontal (Also File Form W-1H) <input type="checkbox"/> Directional (Also File Form W-1D) <input type="checkbox"/> Sidetrack							
8. Total Depth 10574	9. Do you have the right to develop the minerals under any right-of-way? <input checked="" type="checkbox"/> Yes <input type="checkbox"/> No		10. Is this well subject to Statewide Rule 36 (hydrogen sulfide area)? <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No				
SURFACE LOCATION AND ACREAGE INFORMATION							
11. RRC District No. 08	12. County ANDREWS		13. Surface Location <input checked="" type="checkbox"/> Land <input type="checkbox"/> Bay/Estuary <input type="checkbox"/> Inland Waterway <input type="checkbox"/> Offshore				
14. This well is to be located <u>6</u> miles in a <u>N</u> direction from <u>ANDREWS</u> which is the nearest town in the county of the well site.							
15. Section 43	16. Block 9	17. Survey UL	18. Abstract No. A-	19. Distance to nearest lease line: 710 ft.	20. Number of contiguous acres in lease, pooled unit, or unitized tract: 320		
21. Lease Perpendiculars: <u>1980</u> ft from the <u>N</u> line and <u>710</u> ft from the <u>E</u> line.							
22. Survey Perpendiculars: <u>1980</u> ft from the <u>NW</u> line and <u>710</u> ft from the <u>NE</u> line.							
23. Is this a pooled unit? <input type="checkbox"/> Yes <input checked="" type="checkbox"/> No		24. Unitization Docket No:		25. Are you applying for Substandard Acreage Field? <input type="checkbox"/> Yes (attach Form W-1A) <input checked="" type="checkbox"/> No			
FIELD INFORMATION List all fields of anticipated completion including Wildcat. List one zone per line.							
26. RRC District No.	27. Field No.	28. Field Name (exactly as shown in RRC records)		29. Well Type	30. Completion Depth	31. Distance to Nearest Well in this Reservoir	32. Number of Wells on this lease in this Reservoir
08	91350600	TRIPLE-N (PENN., UPPER)		Oil Well	10320	0.00	1
08	28899249	EMMA (ELLENBURGER)		Oil Well	10320	0.00	1
BOTTOMHOLE LOCATION INFORMATION is required for DIRECTIONAL, HORIZONTAL, AND AMENDED AS DRILLED PERMIT APPLICATIONS							
Remarks				Certificate:			
				I certify that information stated in this application is true and complete, to the best of my knowledge.			
				Linda Johnston, Agent		Nov 09, 2009	
				Name of filer		Date submitted	
				(830)9645963		stateoilreports@satx.rr.com	
				Phone		E-mail Address (OPTIONAL)	
RRC Use Only Data Validation Time Stamp: Apr 30, 2010 2:58 PM(Current Version)							

Block 9, University Land



Note: Survey Reconstruction filed in the Office of Luchini and Mertz Land Surveying Company.
 Note: All bearings and coordinates shown are based on the Texas Coordinate System of 1983, Central Zone.
 A combined grid factor of 0.99994456 must be divided into Section Line distances to obtain a true horizontal distance.
 Note: Example: (S-99999) indicates General Land Office file number.
 Note: NAD 27 Coordinates & Latitude/Longitude on well location in Section 43.
 Note: Well location is approximately 14.7 miles southwest of Andrews.

#1
 X: 1594374.49 Latitude - 32°06'55.620" N
 Y: 10740338.45 Longitude - 102°36'04.492" W

Railroad Commission Permit Plat
 Well #1 DIST. 08 LSE #38471
 1980 FNL & 710 FEL
 E.G.L. Resources, Inc.
 "State University BH" Lessee
 E/2 of
 Section 43, Block 9,
 University Land,
 Andrews County, Texas

PROFESSIONAL LAND SURVEYORS
 LUCHINI & MERTZ
 Boundary Surveyors

Martin D. Luchini
 October 3, 2006
 061003B