Subject: Exploratory Drilling

Time Period: Current Period

Region: Southeast
County: Not Available
Date: 28 Feb 2011

Company: SKLAR EXPLORATION CO LLC, MIDROC OPERATING CO

Western Covington County wildcat staked by Sklar Exploration

Shreveport-based Sklar Exploration Co LLC has permitted an Alabama wildcat in western Covington County, apparently extending its Smackover drilling program further northeastward.

Located in the sw se se 32-6n-14e is the 1 Black Stone Minerals "32-16" (API 01-039-20065). Although no total depth has been designated, the directional test is projected to reach the Paleozoic and bottom to the southeast beneath the same section.

One mile to the southwest, in adjacent Conecuh County, is Midroc Operating Co's 5-12 Smutfit-Stone (API 01-035-20221), se nw sw 5-5n-14e. The vertical test was permitted in November 2010 to 11,000 ft.

Midroc's 6-15 Davis is another half-mile to the west-southwest. The 10,186-ft well was completed in November 2010 through Smackover perforations at 9960-70 ft pumping 71 bbls of 48-degree oil and 32,000 cu ft of gas daily. Initial recovery was 486 bbls of crude and 180 bbls of water.

Along with Sklar and Midroc, Fairways Exploration & Production LLC is active at and/or has drilled several Smackover tests just southwest of that well. Those wells are located on the northeastern flank of Little Cedar Creek field, a Smackover oil pool.

