

**Subject:** Exploratory Drilling  
**Country:** Alabama  
**Date:** 03/27/2006  
**Company:** SKLAR EXPLORATION CO LLC  
**Title:** Smackover test scheduled by Sklar Exploration near Little Cedar Creek field

Shreveport independent **Sklar** Exploration Co LLC has permitted another exploratory Smackover test in the southeastern portion of Alabama's Conecuh County, within five miles north of the Escambia County line. Plans call for the 1 Craft-Cedar Creek Land & Timber Inc "5-5" (API 01-035-20125) to reach a total depth of 11,300 ft in the c sw nw 5-4n-14e.

It is about a mile northeast of a **Sklar** test in the c nw ne of section 7. At last report waiting on completion tools, the 1 Craft-Mack "7-2" (API 01-035-20122), c nw ne 7-4n-13e, is cased to a total depth of 11,300 ft with 5 1/2-inch pipe.

The nearest current producer in Little Cedar Creek field is another two and a quarter miles to the southwest in the ne sw sw 13-4n-12e. In April 2005, Midroc Operating Co completed the 13 Tisdale "13" flowing 451 bbls of 46-degree crude and 390,000 cu ft of gas per day from the Smackover at 11,344-11,350 ft. Including September recovery of 7,349 bbls of crude and 6.62 million cu ft of gas, cumulative production totals 46,084 bbls of oil and 44.15 million cu ft of gas. Total depth is 11,750 ft.

Midroc's Little Cedar Creek field has cumulatively recovered 1.39 million bbls of oil, 1.22 billion cu ft of casinghead gas and 2,571 bbls of water. Last September, production totaled 109,827 bbls of crude and 94.3 million cu ft of gas.

Midroc continues to delineate its reservoir.

