



Subject: Exploratory Drilling
Time Period: Last 12 Months
Region: Southeast
County: Not Available
Date: 28 Dec 2009
Company: FAIRWAYS EXPLORATION & PRODUCTION LLC, MIDROC OPERATING CO, SKLAR EXPLORATION CO LLC
Title: Three wildcats permitted in Conecuh County by Fairways, Midroc, Sklar

In the eastern portion of Alabama's Conecuh County, three wildcats have been staked by Fairways Exploration & Production, Midroc Operating Co and Sklar Exploration Co about six to eight miles generally west of Red Level.

Fairways' 1 Black Stone Minerals "11-16" (API 01-035-20197) is slated to be directionally drilled to a total depth of 10,800 ft, located two miles southwest of the Covington County line in the ne se se 11-5n-13e. It is scheduled to bottom to the northwest beneath the same section.

One and two-third miles to the southwest in the nw se se of section 15 is Midroc's 15-16 Cedar Creek Land & Timber (API 01-035-20198). The vertical test has a proposed total depth of 11,000 ft.

Another one and three-quarter miles to the southwest is Sklar's 1 Craft-Soterra LLC "27-6" (API 01-035-20200), ne se nw 27-5n-13e. The vertical test was permitted to 10,850 ft.

Smackover production is in section 14, a half-mile east of the proposed 15-16 Cedar Creek. In November, Midroc vertically drilled its 14-14 Cedar Creek Land & Timber to a total depth of 10,525 ft. The wildcat was tested flowing 482 bbls of 48-degree crude and 401,000 cu ft of casinghead gas per day through perforations at 10,234-10,258 ft.

Another third of a mile to the south is Midroc's 23-6 Cedar Creek Land & Timber (API 01-035-20187), sw ne nw 23-5n-13e. It was completed in October for an initial daily potential of 468 bbls of 43-degree oil, 418,000 cu ft of gas and two bbls of water through perforations in the Smackover at 10,242-10,270 ft. Flowing tubing pressure was 1400 psi on a 12/64-inch choke. The discovery was drilled to a total depth of 10,600 ft. Five-and-a-half-inch casing is set to 10,570 ft.

