



Subject: Exploratory Drilling
Time Period: Current Period
Region: Southeast
County: Not Available
Date: 21 Dec 2010
Company: SKLAR EXPLORATION CO LLC

Sklar Exploration under way at Arkla Basin test in Union Parish

Shreveport-based Sklar Exploration Co LLC has begun drilling a North Louisiana wildcat in the northern portion of Union Parish, nearly four miles northwest of the town of Marion.

The 1 Exxonmobil "16" (API 17-111-25616) was spud on December 6 by Energy Drilling's Rig #1. Located two and one-third miles south of the Louisiana-Arkansas state line in the sw sw se 16-23n-2e, it is expected to reach a total depth of 9200 ft in the Smackover. There is no production from a comparable depth in the vicinity.

Cotton Valley recovery is in the single-well Cecil Creek field, about two and a quarter miles to the northeast. The 1 D.H. McVicker, nw nw ne 14-23n-2e, was completed by Sklar in 2003 through perforations at 5478-88 ft pumping 76 bbls of 40-degree crude and 7,000 cu ft of casinghead gas per day. Recovery for the 6500-ft well totaled 5,456 bbls oil, 29.94 million cu ft of gas and 50,099 bbls of water through 2006.

Shallower Gas Rock recovery comes from Monroe Gas Field generally three miles south and southeast of Sklar's drillsite.

