Reichhold Energy Corporation

This well is 500 feet (E) 33% of the South line and 500 feet (E) 33% of the West line of Section 2-6N-5W W.B. & M.

Elevation of ground above sea level is 1220 feet. All depth measurements are taken from top of KB, which is 10.5 feet above ground.

We estimate that the first productive oil or gas sand should occur at a depth of about 3000 feet.

We propose to use the following strings of casing and to land or cement them as herein indicated:

<table>
<thead>
<tr>
<th>Size of hole</th>
<th>Size of casing</th>
<th>Weight in pounds per foot</th>
<th>Grade and type</th>
<th>New or second hand</th>
<th>Depth</th>
<th>Landed or cemented No. sacks cement</th>
</tr>
</thead>
<tbody>
<tr>
<td>9-7/8</td>
<td>7&quot;</td>
<td>20</td>
<td>K</td>
<td>N</td>
<td>400</td>
<td>150 sacks</td>
</tr>
<tr>
<td>6-1/4</td>
<td>4-1/2</td>
<td>10.5</td>
<td>K</td>
<td>N</td>
<td>3600</td>
<td>200 sacks</td>
</tr>
</tbody>
</table>

We propose to drill with rotary tools.

If change in the above plan become advisable we will notify you before cementing or landing casing.

Additional information including names of and expected depths to objective sands (Use additional sheets as needed):

Top C&W Sand 3000.

I understand that this plan of work must receive approval in writing by the Director of the State Department of Geology and Mineral Industries.

August 22, 1980

Position: Engineer
Send communications regarding well to:
Name: W. L. Covert
Address: P.O. Box 810
St. Helens, Oregon

Reichhold Energy Corporation

(Submit in triplicate)