

Return each W-1 with plat and applicable fee. Make a check or money order payable to the State Treasurer of Texas.

Address to:
Railroad Commission of Texas
Oil and Gas Division, Drilling Permits
P.O. Box 12967
Austin, Texas 78711-2967

RAILROAD COMMISSION OF TEXAS
Oil and Gas Division

Application for Permit to Drill, Deepen, Plug Back or Re-Enter

File a copy of W-1 and plat in RRC District Office Read Instructions on Back

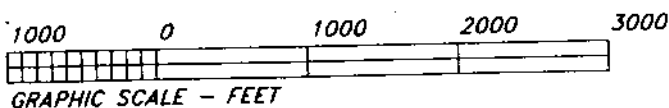
Form W-1
Rev. 3/93
EAG0897

EFFECTIVE SEPT. 1, 1991, PERMIT APPLICATION FEE WILL VARY
ACCORDING TO THE TOTAL DEPTH SHOWN IN ITEM NO. 9 BELOW
0-2000' - \$100, 2001'-4000' - \$125
4001'-9000' - \$150 9001' or deeper - \$200

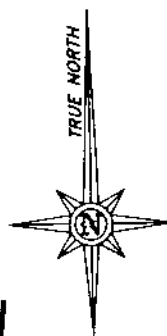
Purpose of filing (mark appropriate boxes): <input type="checkbox"/> Drill <input type="checkbox"/> Deepen (below casing) <input type="checkbox"/> Deepen (within casing) <input type="checkbox"/> Plug Back <input type="checkbox"/> Re-enter <input checked="" type="checkbox"/> Horizontal <input type="checkbox"/> Directional Well <input checked="" type="checkbox"/> Sidetrack <input checked="" type="checkbox"/> Amended Permit (enter permit no. at right & explain fully in Remarks)				Enter here, if assigned: API No. 42- 477-30565 Permit No. 506714 Rule 37 Case No. 0229558			
1. Operator's Name (exactly as shown on Form P-5, Organization Report) RME Petroleum Company		3. RRC Operator No. 714229		4. RRC District No. 03		5. County of Well Site Washington	
2. Address (including city and zip code) 17001 Northchase Dr. Houston, Texas 77060		6. Lease Name (32 spaces maximum) Sara Beth		7. RRC Lease/ID No.		8. Well No. 1RE	
		9. Total Depth 11500		10. Location Section 52 , Block TL1, TL2, TL3 , Survey James Cox This well is to be located 5.1 miles in a Southwest direction from Sommerville, TX which is the nearest town in the county of the well site.		Abstract No. 36	
11. Distance from proposed location to nearest lease or unit line 425.7 ft.				12. Number of contiguous acres in lease, pooled unit, or unitized tract 439.96 (OUTLINE ON PLAT).			
13. FIELD NAME (Exactly as shown on RRC proration schedule). List all established and wildcat zones of anticipated completion. Attach additional Form W-1's as needed to list these zones. One zone per line. Permit as Regular; R-37 not requested. 12/3/01		14. Completion depth		15. Spacing pattern (ft.)		16. Density pattern (acres)	
17. Number of acres in drilling unit for this well OUTLINE ON PLAT		18. Is this acreage assigned to another well on this lease & in this reservoir? If so, explain in Remarks.		19. Distance from proposed location to nearest applied for, permitted or completed well, this lease & reservoir. (ft.)		20. Oil, gas or other type well (Specify)	
21. No. of applied for, permitted, or completed locations (including this one) on lease in this reservoir.		OIL		GAS			
Giddings (Austin Chalk, Gas)		11500		467/1200		160/80	
Wildcat		11500		467/1200		40	
22. Perpendicular surface location from two nearest designated lines: Lease/Unit 552.3' FN'lyNEL & 888.2' FWL Survey/Section 6300' FN'lyNEL & 5100' FN'lySEL		If a directional well, show also projected bottom-hole location: Lease/Unit TL1: 566.4' FN'lyNEL & 777.5' FWL Survey/Section TL1: 6310' FN'lyNEL & 5210' FN'lySEL					
23. Is this a pooled unit? Yes <input checked="" type="checkbox"/> (Attach Form P-12 and certified plat.) No <input type="checkbox"/>		24. Is item 17 less than Item 16 (substandard acreage for any field applied for)? Yes <input type="checkbox"/> (Attach Form W-1A.) No <input checked="" type="checkbox"/>					
25. Is this wellbore subject to Statewide Rule 36 (hydrogen sulfide area)? Yes <input type="checkbox"/> No <input checked="" type="checkbox"/>		If subject to Rule 36, is Form H-9 filed? Yes <input type="checkbox"/> No <input type="checkbox"/>		If not filed, explain in Remarks.			
26. Do you have the right to develop the minerals under any right-of-way that crosses, or is contiguous to, this tract? If not, and if the well requires a Rule 37 or 38 exception, see instructions for Rule 37. Yes <input checked="" type="checkbox"/> No <input type="checkbox"/>		I certify that information stated in this application is true and complete, to the best of my knowledge. Signature Rainie Girouard / Env. & Reg. Analyst II Date: 9/15/01 mo. day yr. Tel: (281) 873-1313 Area Code 814 Number 3362					
Remarks Penetration point: 425.7' FN'lyNEL & 776.3' FWL of Lease/Unit 6200' FN'lyNEL & 5200' FN'lySEL of Survey TL2: 2184.3' FN'lyNEL & 1422.3' FS'ly NEL of Lease/Unit 7950' FN'lyNEL & 4920' FN'lySEL of Survey TL3: 3964.1' FS'lySEL & 1207.6' FS'lyNEL of Lease/Unit 9750' FS'lySWL & 4250' FN'lySEL of Survey		200624 506714					

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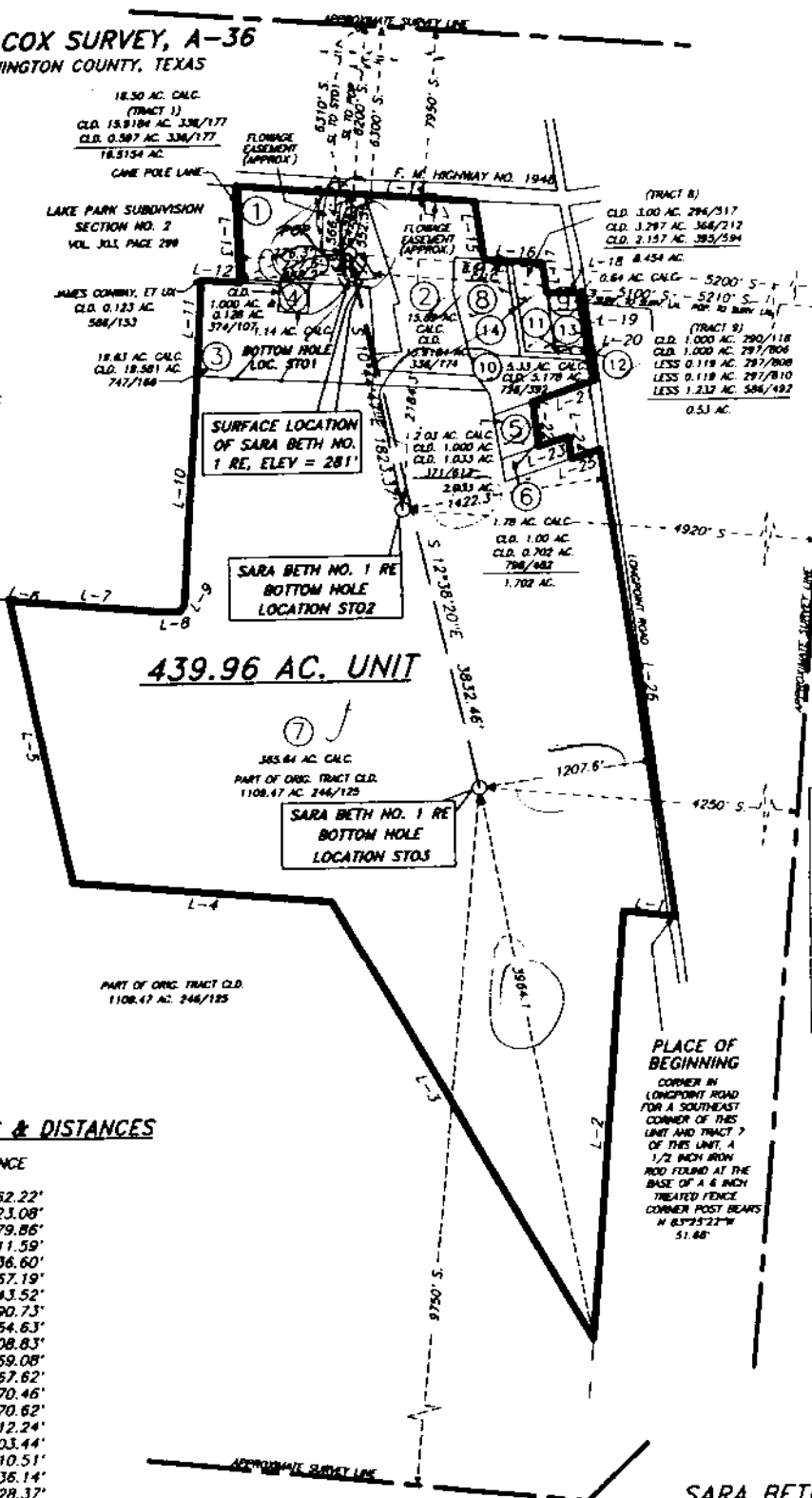
E. PEAKS SURVEY, A-92
WASHINGTON COUNTY, TEXAS



JAMES COX SURVEY, A-36
WASHINGTON COUNTY, TEXAS

NOTES:

1. SURFACE LOCATION:
LATITUDE: 30°16'59" N
LONGITUDE: 96°34'33" W
2. BOTTOM HOLE LOCATION ST01:
LATITUDE: 30°16'59" N
LONGITUDE: 96°34'34" W
3. BOTTOM HOLE LOCATION ST02:
LATITUDE: 30°16'43" N
LONGITUDE: 96°34'31" W
4. BOTTOM HOLE LOCATION ST03:
LATITUDE: 30°16'23" N
LONGITUDE: 96°34'26" W
5. SURFACE LOCATION IS 5.1 MILES
SOUTHWEST OF SOMERVILLE,
TEXAS.
6. BEARINGS BASED ON TRUE
NORTH OBTAINED BY GPS
OBSERVATIONS.
7. PENETRATION POINT IS LOCATED
N 40°04'20" W 177.97 FEET
FROM SURFACE LOCATION.
8. PENETRATION POINT TO BOTTOM
HOLE LOCATION ST01 IS
S 01°35'45" E 141.48'



- 11 0.12 AC. CALC.
CLD. 0.118 AC. 297/808
- 12 0.16 AC. CALC.
CLD. 0.119 AC. 297/810
- 13 1.42 AC. CALC.
CLD. 1.232 AC. 506/492
- 14 1.04 AC. CALC.
CLD. APPROX. 1 AC. 297/49
(BATES LANE)

UNIT PERIMETER BEARINGS & DISTANCES

COURSE	BEARING	DISTANCE
L-1	N 83°25'22"W	362.22'
L-2	S 04°39'49"W	3023.08'
L-3	N 29°58'48"W	3579.86'
L-4	N 85°05'46"W	1811.59'
L-5	N 11°38'10"W	2036.60'
L-6	S 78°53'14"E	67.19'
L-7	S 85°08'40"E	1043.52'
L-8	N 87°07'29"E	90.73'
L-9	N 34°10'54"E	54.63'
L-10	N 03°51'46"E	1608.83'
L-11	N 03°43'06"E	669.08'
L-12	S 88°16'21"E	267.62'
L-13	N 01°08'16"W	670.46'
L-14	S 85°25'58"E	1670.62'
L-15	S 07°59'24"E	412.24'
L-16	S 85°44'09"E	403.44'
L-17	S 07°15'46"E	210.51'
L-18	S 89°59'27"E	236.14'
L-19	S 07°26'18"E	128.37'
L-20	S 07°59'39"E	490.74'
L-21	S 72°04'08"W	455.23'
L-22	S 07°28'57"E	316.19'
L-23	N 71°30'33"E	215.10'
L-24	S 07°28'52"E	159.88'
L-25	N 71°45'31"E	209.23'
L-26	S 08°13'33"E	3313.09'

J. HALDERMAN SURVEY, A-52

SARA BETH NO. 1 RE

1. 16.50 ACRES BARRY LEE MALKEY, ET UX
2. 15.89 ACRES DENNIS LEE MALKEY, ET AL
3. 19.63 ACRES JOYCE MALKEY WUNDERLICH, ET AL
4. 1.14 ACRES JOYCE MALKEY WUNDERLICH, ET VIR
5. 2.03 ACRES ELMA M. SCHIRMACHER
6. 1.78 ACRES SHARON RICH, ET VIR
7. 365.64 ACRES JAMES J. JOHNSTON
8. 8.64 ACRES FLOY S. BATES, TRUSTEE
9. 0.64 ACRES DOROTHY LOUISE RIGGS
10. 5.33 ACRES RICHARD D. HAVARD, ET UX
11. 0.12 ACRES JAMES FRED GURKA
12. 0.16 ACRES JERRY F. FAGLE
13. 1.42 ACRES WAYNARD NOLAN BATES, JR., ET UX
14. 1.04 ACRES STATE OF TEXAS

I, JON E. HODDE, REGISTERED PROFESSIONAL LAND SURVEYOR NO. 5197 OF THE STATE OF TEXAS, DO HEREBY CERTIFY THAT THIS PLAT WAS PREPARED FROM A PARTIAL SURVEY MADE ON THE GROUND AND FROM DEED RECORD INFORMATION AND DO HEREBY CERTIFY THAT THE RULES OF THE TEXAS BOARD OF PROFESSIONAL LAND SURVEYING HAVE BEEN COMPLIED WITH REGARDING THE TIES SHOWN FROM THE SURFACE LOCATION TO THE UNIT LINES.

DATED THIS THE 16TH DAY OF MAY, 2001, A-B

JON E. HODDE
REGISTERED PROFESSIONAL
LAND SURVEYOR NO. 5197
HODDE & HODDE LAND SURVEYING, INC.
613 EAST HORTON STREET
BRENNHAM, TEXAS 77833
(979)-836-3681



439.96 ACRE UNIT

"AS DRILLED"
WELL LOCATION PLAT
RME PETROLEUM COMPANY
SARA BETH NO. 1 RE
WASHINGTON COUNTY, TEXAS
SCALE: 1" = 1000'