

POINT 7: ANTICIPATED RESERVOIR CONDITIONS

Normal pressures are anticipated throughout Delaware section. A BHP of 3442 psi (max) or MWE of 8.4 ppg is expected. Lost circulation may exist in the Delaware Section from 5600-7622'. No H₂S is anticipated.

POINT 8: OTHER PERTINENT INFORMATION**A) Auxiliary Equipment**

Upper and lower kelly cocks. Full opening stab in valve on the rig floor.

B) Anticipated Starting Date

Upon approval

12 days drilling operations

10 days completion operations

WRD/tlw
April 30, 2001