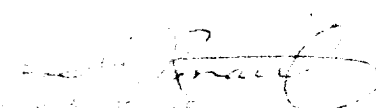


drilling into the Starn
and used until production is run and cemented. Monitoring
equipment shall consist of the following:

- (1) A recording level indicator to determine pit volume gain and loss.
 - (2) A mud volume recording device for accurately determining mud volume entering and leaving the hole on trips.
 - (3) A flow line to warn of any abnormal mud return to the surface.
6. When drilling out of the hole with drill pipe, the annulus shall be filled with mud. Mud level drops below 150 feet. The volume and level of the hole shall be watched, and any time there is an indication of gas cutting, or influx of formation fluids, proper blow-out prevention actions must be taken. The mud shall not be circulated or pumped except on or near bottom, unless well control is prevented running the pipe to bottom.
7. A copy of these regulations shall be posted on the rig floor or in the log house during the drilling of the well.


District Engineer

Lease No. 2 C 0 0 8
Well PERMANENT BUREAU OF LAND MANAGEMENT UNIT
Drillsite 1920147E (1) 21-27-10E
Depth 16,652' PERMANENT
Approved 9-24-10