

Santa Fe Energy Operating Partners,L.P.
HYDROGEN SULFIDE RE-ENTRY OPERATIONS PLAN
Nagooltee Peak "5" Federal Com. No.1
Section 5,T22S,R24E
Eddy County, New Mexico

In re-entering to the Cisco/Canyon formation there is a very remote possibility that H₂S will be encountered. The zone is hydrogen sulfide productive in the area. It is our understanding that hydrogen sulfide is only detected in the area whenever the reservoir fluids are produced up the wellbore. Our circulating fluid hydrostatic head will prevent fluid entry due to the reservoir being overbalanced. The following is our plan for re-entering to the Cisco/Canyon formation.

I. Hydrogen Sulfide Training

All personnel, whether regularly assigned, contracted, or employed on an unsheduled basis, will receive training from a qualified instructor in the following areas prior to commencing re-entry operations on the well:

1. The hazards and characteristics of hydrogen sulfide (H₂S).
2. The proper use and maintenance of personal protective equipment and life support systems.
3. The proper use of H₂S detectors,alarms, warning systems, briefing areas, evacuation procedures, and prevailing winds.
4. The proper techniques for first aid and rescue procedures.

In addition, supervisory personnel will be trained in the following areas:

1. The effects of H₂S on metal components. If high tensile tubulars are to be used, personnel will be trained in their special maintenance requirements.
2. Corrective action and shut-in procedures when re-entering a well and blowout prevention and well control procedures.
3. The contents and requirements of the Hydrogen Sulfide Re-Entry Operations Plan.

There will be an initial training session prior to rigging up. We will have weekly H₂S and well control drills for all personnel in each crew. The initial training session shall include a review of the site specific Hydrogen Sulfide Drilling Operations Plan. This plan shall be available at the well site. All personnel will be required to carry documentation that they have received the proper training.