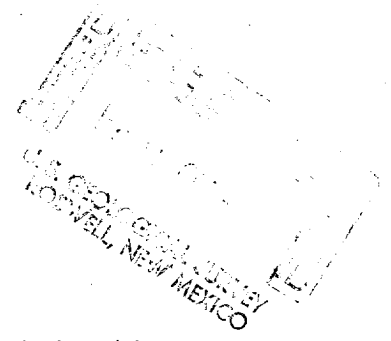


HUSKY OIL COMPANY
HUSKY-FEDERAL #1
Eddy County, New Mexico



TEN-POINT PROGRAM TO ACCOMPANY FORM 9-331C

1. Surface Formation: Surface sands, gypsum, dolomite
2. Important Geological Formations:

Queen	850	
Grayburg	1200	
San Andres	1620	
Glorieta	2920	
Tubb	4280	
Abo	5010	
Bursum	7060	
Strawn	8080	
Atoka	8480	(-4870)
Mississippian	8860	

3. Gas is expected in the Atoka @ 8480' and in the Grayburg @ 1200'.

4. Casing Program:

13-3/8", 48# per ft., K-55, ST&C new casing to apprx. 300';
8-5/8", 24# per ft., K-55, LT&C to apprx. 1500'; 5-1/2" ~~10.5#~~
& ~~11.6#~~ per ft., K-55 & N-80, LT&C to apprx. 8700'. 15.5

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5. Pressure Control:

13-3/8" X 12" nominal 3000 psi slip-on and weld, flanged casing head for drilling below surface casing.

12", 900 Series, 3000# W.P. Dual Ram Hydraulic Blowout Preventers for drilling below surface casing. All choke lines, choke manifold, valves, fitting, etc. will have a minimum pressure rating of 3000 PSI.

A 3000# W.P. Hydril will be added before drilling below 8-5/8" casing.

All BOP equipment will be pressure tested to a minimum of 100% of rated working pressure or 70% of internal yield (whichever is less) prior to drilling out the surface casing shoe.

6. Mud Program:

0 - 300': Mud at company discretion to maintain good hole conditions to run surface casing.