TEN POINT COMPLIANCE PROGRAM Attachment to Form 9-133C, Application for Permit to Drill

Celeste C. Grynberg #1 Yates Federal 1980' FNL and 1980' FWL Section 33, T 16 S - R 24 E Eddy County, New Mexico

1. <u>Geologic Surface Formation</u> Sandy residuum

2.	Estimated	Tops	of	Important	Geologic	Marker
	San Andres		300'			
	ABO			3650'		
	Wolfcamp		4650'			
Atoka			6900'			
	TD			7200'		

- 3. Estimated Depths of Anticipated Water, Oil, Gas or Other Minerals Gas 6950 - 7050' Gas 4700 - 4750'
- 4. Proposed Casing Program

HOLE SIZE	CASING SIZE	INTERVAL	GRADE	WT./FT. NEW OR USE
24" 16" 12 1/2" 7 7/8"	20" 13 3/8" 8 5/8" 4 1/2"	0-40' 0-160' 0-1000' 0-7200'	н-40 н-40 к-55	New 48# 28# New 11.6# New

5. Operator's Minimum Specifications For Pressure Control

Exhibit "A" is a schematic diagram of the blowout preventor equipment. The BOP's will be hydraulically tested to the full working pressure after nippling up and after any use under pressure. Pipe rams will be operationally checked each 24 hour period, as will blind rams each time pipe is pulled out of the hole.

6. Type and Characteristic of Proposed Circulating Mediums

Adequate stocks of sorptive agents will be on site to handle possible spills of fuel and oil on the surface. Heavier muds will be on location to be added if pressure requires.

INTERVAL	TYPE	WEIGHT #/GAL	VISCSEC./QT.	FLUID LOSS-CC
0-1000	native mud			
1000-7200	Salt Gel	8.7	34	7 CC Water