

ATTATCHMENT TO EXHIBIT #2

Notes Regarding The Blowout Preventer

Vandagriff "23" Federal #1

Lease # NM-66921

330' FSL & 2210' FWL

Section 23 - T16S - R28E

Eddy County, New Mexico

1. Drilling nipple (bell nipple) to be so constructed that it can be removed without the use of a welder through the rotary table opening, with minimum I. D. equal to the preventer bore.
2. Blowout preventer and all fittings must be in good condition; 2,000 psi W. P. minimum.
3. Equipment through which bit must pass shall be at least as large as the diameter of the casing being drilled through.
4. Kelly cock on kelly.
5. Blowout preventer closing equipment to include minimum 40 gallon accumulator and one independent source of pump power on the closing unit.