

**Louis Dreyfus
Natural Gas**

7/31/2000

RIO OCHO STATE 26 1**RIO OCHO STATE 26 1****Property No: 5304 001****AFE Number: 3378****API No: 0****Loc: SEC 26-17S-28E****Cnty/St: EDDY NM****Est. WI: 48.694 % Est. RI: 42.607 %****Ground Elev:****KB Elevation:****Contractor: UTI RIG 166****Mud Co: NOVA****Operator: LOUIS DREYFUS NATURAL GAS CORP
TO DRILL & EQUIP AN 10,900' MORROW TEST.****AFE Type: DRILLING AND COMPL****AFE DHC: \$541,700****AFE CWC: \$839,050****Spud Date: 07/19/2000****Unofficial Cmpl: 00/00/0000****1st Oil Sales: 00/00/0000****1st Gas Sales: 00/00/0000**

7/29/2000 Days- 10; Depth- 2730; FTG- 0; PU BHA & DCS-FINISH NU & TEST; Dolo; PU BHA & DCS-FINISH NU&TEST; MW- 10; Vis- 29; WL- 10+; Chls- 177; Calc- 3900; Liner- 6; Stroke- 8; SPM- 101; Press- 1150; GPM- 300; DEV- 0 deg 45' @ 2720; Bit#- 3; SN- GA3DT; Size- 12 1/4(RT); Mfg- HTC; Type- ATJ-33C; Jets- 11/11/11; In- 1958; Out- 2730; Ftg- 772; Hrs- 38; Ft/Hr- 20.315; T/B/G- 5/6/-14U; WOB- 60/65; RPM- 65; BHA(ft)- 615.61; 1 Bit, S/S, 3-8" DC, RMR, 5-8" DCs= 615.61'; 1 hr-Finish running 9 5/8" csg, ran total of 61 jts 2735.39' (includes F/E), pipe landed @ 2730'. 2 hrs-Run HES, circ, then cmt with 775 sks interfill CW 1/4# Flocele/sk, tail w/200 sks Prem-Plus 2% CaCl2 & 1/4# Flocele. Plug down & bumped @ 0900 hrs MDST 7/28/00, floats held, circulated 290 (+-) sks of cmt. 20 hrs-ND Hydril, set slips w/74K, NU BOP & choke manifold, test all related equipment, Lo-500, Hi-5000, all checked good that is needed at this time, will change out 1 valve & check while drilling. 1 hr-RU laydown machine to PU BHA & DCs.

TMC-\$ 1,986 TDC-\$ 23,962 CWC-\$ 156,375 CMIC- MH