

DRILLING PLAN

covering

BURNETT OIL CO., INC.
Leases #NM 2748, #NM2746

Gissler "B" 22
1980 FWL, 660 FSL
Sec. 11, T17S, R30E
Eddy Co., New Mexico

Gissler 34-11
1980 FEL, 660 FSL
Sec. 11, T17S, R30E
Eddy Co., New Mexico

Gissler "B" 23
660 FNL, 660 FWL
Sec. 14, T17S, R30E
Eddy Co., New Mexico

(A) DRILLING PROGRAM

(1) Estimated tops of geologic markers

	<u>WELL #22</u>	<u>WELL 34-11</u>	<u>WELL #23</u>
Anhydrite	360'	360'	380'
Salt	440'	440'	440'
Base Salt	1250'	1250'	1250'
Red Sand	2270'	2270'	2270'
Grayburg	2670'	2670'	2670'
San Andres	2986'	3010'	2990'

(2) Estimated depths of anticipated producing formations

Fresh Water	None	None	None
Water Flow	2730*	2730*	2730*
Oil & Gas	2850-60**	2850-60	2850-60
	2885-90	2885-90	2885-90
	2950-60	2950-60	2950-60
	2975-85	2975-85	2975-85
	3090-3115	3090-3115	3090-3115
	3320-25	3320-25	3320-25
	3335-50	3335-50	3335-50

* If large waterflow encountered, drilling will continue to TD. Stage cementer will be run below waterflow, and casing will be cemented in three stages in order to confine water flow to original strata.

** Oil & Gas bearing zones will be confined by cementing. Productive intervals will be perforated through casing and produced in a conventional manner.