DRILLING PROGRAM PAGE 3

6. Types and Characteristics of the Proposed Mud System: The well will be drilled to TD with cut brine. The applicable depths and properties of this system are as follows:

<u>Depth</u>	<u>Type</u>	- Weight <u>(ppg)</u>	Viscosity <u>(sec)</u>	Waterloss (CC)_
0 - 450'	Fresh Water	8.5	28	N.C.
450'-6000'	Brine	9.8 - 10.2	40 - 45	N.C.

7. <u>Auxiliary Well Control and Monitoring Equipment:</u>

- (A) A kelly cock will be kept in the drill string at all times.
- (B) A full opening drill pipe stabbing valve (inside BOP) with proper drill pipe connections will be on the rig floor at all times.

8. Logging, Testing, and Coring Program:

- (A) No Drillstem tests are anticipated.
- (B) The electric logging program will consist of Dual Laterolog Micro SFL, Spectral Density Dual Spaced Neutron Csng Log, and Depth Control Log.
- (C) No conventional coring is anticipated.
- (D) Further testing procedures will be determined after the 5 1/2" production casing has been cemented at TD based on drill shows, and log evaluation, and drill stem test results.

9. <u>Abnormal Conditions, Pressures, Temperatures, & Potential Hazards:</u>

No abnormal pressures or temperatures are anticipated. The estimated bottom hole temperature (BHT) at TD is 104' and estimated bottom hole pressure (BHP) is 2225 psig.

10. Anticipated Starting Date and Duration of Operations:

Location and road work will not begin until approval has been received from the BLM. The anticipated spud date is April 8, 2000. Once commenced, the drilling operation should be finished in approximately 21 days. If the well is productive, an additional 30 to 60 days will be required for completion and testing before a decision is made to install permanent facilities.