

MULTI-POINT SURFACE USE & OPERATIONS PLAN

For

REENTRY, COMPLETING AND PRODUCING

Elliott Federal #1
1980' FNL & 660' FEL
Section 30, T18S, R30E
Eddy County, New Mexico

1. The geological name of the surface information is Recent overlain by wind blown sands.
2. The estimated tops of important geologic markers are as follows:

Rustler Anhydrite	415
Base Salt	1250
Queen	2532
Base N. Benson Pay	3020
San Andres	3395
1st BS Sand	7132
3rd BS Sand	8665
Wolfcamp	9225
Base Wolfcamp	9400
3. The estimated depth at which anticipated water, oil, gas or other mineral bearing formations will be encountered are as follows:

Top Rustler	415	Salt
Base Salt	1250	Salt
All other formations in No. 2 above at depths shown		Oil and Gas
4. The proposed casing program is as follows:

Surface:	Existing 13-3/8" 54.5#	0' - 415'
Intermediate:	Existing 8-5/8" 32 & 24#	0' - 3450'
Production:	New 5-1/2" 17# & 20# ST&C J-55 8 rd.	0' - 9400'
5. Two Ram - Type blowout preventers. See Exhibit D.1
6. Existing open hole logs will be utilized. A cased hole correlation log will be run for perforating purposes.
7. No abnormal pressures or temperatures are expected to be encountered in this well.
8. The anticipated starting date for this well is May 1, 1987. Estimated duration of reentry operations is 8 to 10 days.