ATTACHMENT TO FORM 3160-3 (APD) UNION TEXAS PETROLEUM NESTE WILLIAMS FED. #3 EDDY COUNTY, NEW MEXICO

Eight Point Drilling Plan

I. Geologic Marker Tops

| <u>Formation</u> | <u>Top</u> |
|---|---|
| Quarternary Alluvium Bottom of Salt & Annydrite Yates Queen San Andres Bone Spring 1st Bone Spring Carb | Surface ± 1600 1750 2850 3800 5200 7300 |
| 2nd Bone Spring Sand | 7550 |

II. Mineral, Water, Oil, or Gas Bearing Formations

| <u>Formation</u> | <u> Top</u> | Possible <u>Content</u> | Plan for Protection |
|---------------------|-------------|----------------------------|------------------------------------|
| Santa Rosa | 400′ | Water | 13-3/8" casing cemented to surface |
| Yates | 1,750′ | Gas | 8-5/8" casing cemented to surface |
| Queen | 2,800′ | Oil or Gas | 5-1/2" casing |
| Bone Spring Carb | 7,300′ | Oil | 5-1/2" casing cemented to surface |
| Bone Spring Sand | 7,550′ | Oil | 5-1/2" casing cemented to surface |

III. Specification for Pressure Control

The 13-3/8" surface pipe will have 2M WP equipment, installed while the 8-5/8" will have 3M WP equipment installed. BOP's to be tested to 500 psi prior to drilling out under surface casing and 2000 psi prior to drilling out intermediate casing. The BOP's will be tested when installed, prior to drilling out of surface and intermediate casing, and once each week. The well control equipment used will comply with API RP 53 specifications. Drawings are attached.