PROPOSED WELL PLAN OUT.

WELL NAME: Dee State No.3 COUNTY: Eddy STATE: NM

LOCATION: 1650' FSL & 1980' FEL EST. KB: 3618'

Section 36, T19S, R24E EST. GL: 3603'

DEPTH	FORMATION TOPS & TYPE	DRILLING PROBLEMS	TYPE OF FORMATION EVALUATION	HOLE SIZE	CASING SIZE-DEPTH	FRAC GRAD	FORM PRESS GRAD	(PPG) MUD WT & TYPE	DAYS
	Surface water 300'	Possible waterflow to 900'	0'-1200' Deviation survey each 250' not to exceed 3°					Spud 8.33	
1000		Known lost circulation from 0-1100'	Install H2S monitor @1200'	14-3/4	9-5/8 @1200' w/2000 sx "lite" & "C" (to protect from surface waterflows and severe lost circ.)		<8.33		4
	Glorieta 1989'		Install a 2-man mudlogger 1200' - TD					Cut Brine 8.8-9.2	6
2000		H2S poss. to TD							
	Yeso 2145'		1200'-3000' Deviation survey each 250' not to exceed 5°						8
3000		Deviations from 4-6° likely from 3000'-6000' (ZW#1 & Parish IV #1)							
			3000'-6000' Deviation survey each 100' - 150' not to exceed 5°					pH>10 to TD	10
4000	Abo 4198'								
5000					DV Tool above lower Abo LC zone (if nec.) 4500'				13
	Wolfcamp 5100'								
6000			6000'-TD Deviation survey each 250' not to exceed 5°						17
7000		H2S possible in Cisco							
	Cisco 7600'							Mud up with salt gel and starch @7500'	20
8000				8-3/4"					
	Target TD 8100'		GR-CNL-LDT-DLL-MSFL-CAL from 8100'-1200' Image Log from 8100'-7600'		7" @8100' w/2100 sx "H" & "C" lite	>15	8.3-9.0		25
9000									