C JASTAL MANAGEMENT CORPORATION DRILLING/WORKOVER REPORT

<u>St. Mary Project</u> Parkway Delaware Unit #507 Drill & Complete AFE #96064 Capital \$ 308,775

04/13/97 Present Operation - Drilling. Current Depth: 1900'. 3/4 degree @ 1542', 3/4 degree @ 1784'.

DWC - \$ 9,450 CWC - \$ 172,250

04/14/97 Present Operation - Drilling. Current Depth: 2920'. Footage drld: 1020'. Hole started taking fluid @ 2000'. Lost all returns @ 2146'. Reduced circ rate & drld dry to present depth. Will talk to BLM this am about running pkr/DV tool @ 1300' & two stage cmt job.

DWC - \$ 11,265 CWC - \$ 183,515

04/15/97 Ran 7" csg. BJ cmt'd same w/ 180 sx 35/65 poz "C" w/ gel & salt. Followed by 100 sx "C" w/ 2% CaCl2. Bumped plug w/ 500#. same held. CIP - 19:00 04-14-97 cdt. Dropped bomb pressured and set davis lynch pkr/dv tool. Opened DV tool. Took 30 bbl to get returns. Cmt'd 2nd stage w/ 200 sx "C" w/ 2% CaCl2. Circ 10 sx to pit. Bumped plug, closed DV tool w/ 2000#. CIP 20:00 04-14-97 cdt. Rec'd app'l from pete chester, BLM/roswell to modify cmt program on 7" job and run pkr/dv tool. BLM did not witness cmt job.

> DWC - \$ 53,050 CWC - \$ 236,565

04/16/97 Present Operation - PU 3 1/2 DP. Ordered out different 3 1/2" pipe rams. Will change out and test before drilling out. Have about 40 more jts of 3 1/2 to PU. Current Depth: 3000'.

DWC - \$ 13,000 CWC - \$ 249,565

04/17/97 Present Operation - Drilling. Current Depth: 3340'. Footage drld: 340'. 1 1/4 degree - 3226'.

DWC - \$ 9,275 CWC - \$ 258,840

04/18/97 Present Operation - Drilling. Current Depth: 3821'. Footage drld: 480'. 1 degree -3547'. Started losing 1/4 to 1/2 returns @ 3580' w/ mud wt of 9.6 to 9.7 ppg. Added paper and FW. Had full returns by 3646'.

> DWC - \$ 7,217 CWC - \$ 266,057

04/19/97 Present Operation - Drilling. Current Depth: 4355'. Footage dlrd: 535'. 3/4 degree - 3819', 1/2 degree @ 4046', 3/4 degree @ 4285'. Found crack in box of 1st DC below DP. DWC - \$ 8,075 CWC - \$ 280,632