

PROPOSED DRILLING FLUID PROGRAM

1953 - 11300'

Drill out with fresh water circulating the reserve pit. Maintain pH at 8.5-9.5 with caustic and sweep the hole as necessary with ground paper. If it becomes necessary to mud up due to hole conditions, utilize a fresh water/Drispac system for 15-20 WL and a Vis of 30-32. MW-8.3/8.5 ppg.

Exhibit "C"
Santa Fe Energy Resources, Inc.
Roaring Springs "13" Fed #2
Section 13, T-21-S, R-23-E
Eddy County, New Mexico