DRILLING PLAN Burton Flat Federal E-2 Section 1, T-21-S, R-27-E Eddy County, New Mexico

1. Estimated tops of important geological markers:

Delaware Mt. Grp.: 2,500' Bone Spring : 5,000'

2. Estimated depths at which the top of anticipated water, oil, gas or other mineralbearing formations are expected to be encountered and the plan for protecting such resources.

| | | <u>Depth</u> | Protection |
|-----------------|---|--------------|-----------------|
| Deepest FW | : | 500' | Casing & Cement |
| Oil-Bone Spring | | 5,000' | Casing & Cement |

3. Minimum specifications for pressure control equipment:

A. Wellhead Equipment: Thread type, 3000 psi WP for 13-3/8" x 8-5/8" x

5-1/2" casing program with 2-7/8" tubing hanger.

B. Blowout Preventers: Refer to attached drawings and lists of equipment

titled "Type RRA" for description of BOP stacks

and choke manifold.

C. BOP Control Unit : Unit will be hydraulically operated and have two

control systems.

D. Testing : Upon installation, the Type RRA BOP's for the

13-3/8" surface casing and the 8-5/8" intermediate casing will be tested to a low pressure (200-300 psi) and to a high pressure of 2000 psi.

Casing rams will be tested in a like manner. An operational test of the blowout preventers will

be performed on each round trip, (but not more than once each day); the annular and pipe ram preventers will be closed on drill pipe and the blind rams

will be closed while pipe is out of the hole.