

SUPPLEMENTAL DRILLING DATA  
SIETE OIL AND GAS CORPORATION  
INDIGO FEDERAL #1  
1650' FSL & 660' FWL  
Section 13: T20S, R28E  
Eddy County, New Mexico  
Lease Number: LC-050797

The following items supplement "Onshore Oil and Gas Order No. 1":

1. The geologic surface is rustler anhydrite.

2. The estimated geological marker tops:

Del. Sand	3000'
Bone Spring	5400'

3. Estimated depths to water, oil or gas:

Water:	Approx. 150'
Oil or Gas:	3200'

4. Proposed casing program:

<u>Size</u>	<u>Interval</u>	<u>Weight</u>	<u>Grade</u>	<u>Joint</u>	<u>New or Used</u>
13 3/8"	0 - 300'	48#	J-55	LT&C	New
8 5/8"	0 - 2900'	32#&24#	J-55	LT&C	New
5 1/2"	0 - 8000'	15.5#	J-55	LT&C	New

5. Pressure Control Equipment: The blowout preventer will be a double ram type preventer. A sketch is attached.

6. Mud Program:

0-350':	Fresh water & native mud adding gel & lime for sufficient viscosity to insure clean hole for running casing.
350-2900':	Cut brine.
2900-8000':	Drill out with native becoming brine, add starch and salt gel to maintain a viscosity of 30, @ TD 40; mud weight 9.3#.

7. Auxiliary Equipment: A kelly cock will be installed on the rig floor while drilling operations are in progress.

8. Testing, logging & coring programs: Possible DST and/or coring is not planned.

9. No abnormal pressures or temperature zones are anticipated.

10. Anticipated starting date: Commence drilling operations ASAP.