THE PETROLEUM CORPORATION OF DELAWARE

3131 Turtle Creek Blvd. Suite 400 Dallas, Texas 75219

> The Petroleum Corporation Superior Federal Well No. 9 1830 FNL and 1980 FEL Section 1-T20S-R29E Eddy County, New Mexico

PROPOSED DRILLING FLUIDS PROGRAM

Super Federal No. 9 Section 1-T20S-R29E Eddy County, New Mexico

Surface to 450 feet

Spud mud with fresh water gel and lime; 8.5-8.8 gal; 30 to 33 viscosity

Run 20" casing, set at 450 feet

450 to 1150 feet

Brine water with salt gel and lost circulation material as required; 9.3#/gal, 28 to 30 viscosity 9.5-10.0

Fresh water system. Control pH

with lime. Mud weight 8.3-8.4#/gal, viscosity 28, pH 9-10

Run 13-3/8 inch casing, set 1150 feet

1150 feet to 3450 feet

Run 8-5/8 inch casing, set at 3450 feet 3450 feet to 10,000 feet

Drill out with existing brine water system, circulating reserve pit, maintaining chlorides at 90,000 ppm. Control pH with lime. Mud weight 9.2-9.4#/gal, viscosity 28-32, pH 9-10.

Discontinue reserve pit circulation, return to working pits, mud up with salt gel, lower water loss to 6 cc before drilling the Morrow formation. Water loss to be controlled by increasing oil content. 9.4-9.7#/gal 38-46 viscosity.

10,000 feet to 12,100 feet