Old Ranch Canyon "7" Fed #4 H₂S Drilling Operations Plan Page 3

6. Metallurgy:

- A. All of the drill string, casing, tubing, wellhead, blowout preventers, drilling spool, kill lines, choke manifold and lines, and valves shall be suitable for H₂S service.
- B. All elastomers used for packing and seals shall be ${\rm H}_2{\rm S}$ trim.

7. Communication:

- A. Cellular phone communications in company vehicles.
- B. Radio communications on the drilling rig.

8. Well Testing:

A. All tests in the Cisco/Canyon formation will be conducted using the closed chamber method of drill stem testing.

James P. (Phil) Stinson

Agent for Santa Fe Snyder Corp.