OPERATIONS PLAN

SANTA FE SNYDER CORP.

OLD RANCH CANYON "7" FED #4

1. Drill a 12 3/4" hole to approximately 1600'.

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- 2. Run 9 5/8" 36.0 ppf K-55 ST&C casing. Cement with 775 sx Class "C" cement containing 2% CaCl₂. Run centralizers on every other joint above the shoe. Apply thread lock to bottom two joints and guide shoe.
- 3. Wait on cement for six hours prior to cutting off.
- 4. Nipple up and install a 3000 psi. Double Ram and Annular BOP system with choke manifold. WOC 18 hours prior to drilling out.
- 5. Test BOP system to 1500 psi with the rig pump. Test casing to 1500 psi.
- 6. Drill 8 3/4" hole to 8500'. Run logs.
- 7. Either run and cement 8500' of 7" 26.0 PPF LT&C casing or plug and abandon as per BLM requirements.

Exhibit "A" Santa Fe Snyder Corp. Old Ranch Canyon "7" Fed #4 Section 7, T-22-S, R-24-E Eddy County, New Mexico