

Fax: (505) 748-1283 972 0

To: Mr. Brian Arrant

RE: Conoco State #8, Form C101
Sec. 2-22S-23E
Eddy County, NM

From: Beverly Hoffman
Kerr-McGee Oil & Gas Onshore LLC
Phone: (972) 715-4830
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Mr. Arrant:

In response to your phone call requesting information about the mud program for the 14.75" hole, our drilling engineer, Dusty Kinchen, provided the following information:

The 14-3/4" hole will most likely be drilled with air. Otherwise, the only fluid that would be used is fresh water with gel sweeps. In the event fresh water is used, some lost circulation material would be utilized as loss of returns is almost a certainty. The quantities however would be limited as the benefit is generally limited.

If you have further questions, please let me know.

Dusty Kinchen
Kerr-McGee Oil & Gas Onshore LLC
dkinchen@kmg.com
972-715-4093

Should addition information be required, please advise.

Thank you,

Beverly Hoffman
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