COMPANYBURMAH OIL & GAS

WELLEDDY COUNTY PROS. LOCATIONSEC, 23, 245, 281

ICCO SE A Division of HALLIBURTON Company 2400 West Loop South, P.O. Box 22805 on, Texas 77027 A/C 713 822-8855

COUNTY_EDDY

FIELD.

STATE NEW MEXICO

| PROPOSED TOTAL DEPTH: 13,600' | | | |
|-------------------------------|---------------------|--------------------|--------------------|
| DEPTH (FEET) | MUD WEIGHT (PPG) | VISCOSITY (SEC) | FLUID LOSS (ML) |
| 10,000 | 10.0 - 10.2 | 30 - 34 | No Control |
| 10,500 | 10.0 - 10.2 | 30 - 34 | No Control |
| 11,000 | 10.0 - 10.2 | 30 - 34 | No Control |
| 11,500 | 10.0 - 10.2 | 30 - 34 | No Control |
| 12,000 | 10.2 - 10.4 | 32 - 34 | 5 - 6 |
| 12,500 | 10.2 - 10.4 | 32 - 34 | 5 - 6 |
| 13,000 | 10.2 - 10.4 | 32 - 34 | 5 - 6 |
| 13,600 | 10.2 - 10.4 | 32 - 34 | 5 - 6 |

PROPOSED MUD PROGRAM BY CASING INTERVAL

Surface Interval 0' - 600'

We suggest spudding with an IMCO-Gel/lime slurry having a 33-36 sec viscosity. Fluid of this nature should keep the hole clean and should be adequate to drill the surface interval and run surface casing.

Intermediate Interval 600' - 7,400'

We suggest drilling out below surface casing with 10 ppg brine and circulate through the reserve pit to minimize solids build-up. Use lime for a 10.0 - 10.5 pH to minimize corrosive effects of the salt water environment. We have suggested the use of brine in this in-terval to retard the leaching of the shallow salt sections as this sometimes presents other problems with "key-seating", cementing, If additional hole cleaning is needed, we suggest the use of etc. IMCO-Best slugs before trips and periodically while drilling.

Loss of circulation in the Bone Spring Section (around 6,300') is highly possible. In most cases, use of a mud slurry containing paper, fiber and cottonseed hulls will rectify the problem, however, there are those cases of severe loss of circulation which do not seal off with this treatment. In this case, we suggest blind drilling to the intermediate casing seat around 7,400'. This is approximately 1000-1,100 feet into the Bone Spring.