Operations Plan Sterling Silver 33 Federal No. 2 Page 2

- l6. Test casing to 5000 psi.
- 17. Drill 6" hole to 15100'.
- 18. Run logs.
- 19. Run 4 1/2" 13.5# N80 liner to extend from 11500' to 15100'. Cement with sufficient Class H cement containing 1.5% fluid loss to circulate liner. Run float collar two joints above float shoe.
- 20. Blow out preventer equipment will be pressure tested to 5000 psi upon initial installation, anytime equipment is worked on or changed, and every 30 days, whichever is sooner.
- 21. Blowout preventer equipment including both pipe ram preventers, blind ram preventer, and values on choke manifold will be rated at 5000 psi working pressure or greater.

Exhibit A
Santa Fe Energy Company
Sterling Silver 33 Federal No. 2
Sec. 33, T-23S, R-31E
Eddy County, New Mexico

MRB:dw-192b