

10. The minimum specifications for pressure control equipment which are to be used, a schematic diagram thereof showing sizes, pressure ratings (or) API series and the testing procedure and testing frequency are attached.

11. The proposed mud program is attached (see Drilling Specialties mud letter).

12. The testing, logging, and coring programs are as follows:

D.S.T.'s or cores None

Logs DIL-TD-3700±

Neutron Density TD - 3700'

Neutron Gamma Ray 0-TD

Dipmeter - Selective

Special Tests: None

13. Anticipate no abnormal pressures or temperatures to be encountered or any other potential hazards such as Hydrogen Sulfide Gas. Low risk H₂S equipment will be used.

14. The anticipated starting date is immediately upon approval with duration of operations for approximately 30 days thereafter.

15. Water Supply: Hauled

16. Caliche for road and pad construction to be obtained from Federal pit from Section 11.