

8. Logging, Testing and Coring Program

- A. Drill stem tests will be based on geological sample shows.
- B. The open hole electrical logging program will be as follows.

TD to intermediate casing: Dual Laterolog - Micro Laterolog with SP and Gamma Ray and Compensated Neutron - Z-Density Log with Gamma Ray and Caliper.

TD to surface: Compensated Neutron with Gamma Ray.

- C. No coring program is planned.
- D. Additional testing will be initiated subsequent to setting the 5 1/2" production casing. Specific intervals will be targeted based on log evaluation, geological sample shows and drill stem tests.

9. Abnormal Pressures, Temperatures and Potential Hazards

No abnormal pressures or temperatures are foreseen. The anticipated bottom hole temperature at total depth is 130 degrees and maximum bottom hole pressure is 2900 psig. No hydrogen sulfide gas has been reported or is known to exist at these depths in this area. No major lost circulation intervals have been encountered in adjacent wells.

10. Anticipated Starting Date and Duration of Operations

A Cultural Resources Examination has been completed by Desert West Archaeological Services, and was submitted to BLM in June, 1997 as report #DWAS-97-37-MY. Road and location preparation will not be undertaken until approval has been received from the BLM. If approved, the anticipated spud date for the well is approximately August 1, 1997. The drilling operation should require approximately 20 days. If the well is deemed productive, completion operations will require, at minimum, an additional 30 days of testing to ascertain whether permanent production facilities will be constructed.