AMERICAN QUASAR PET CO OF NEW MEXICO

#1 Dune Unit Federal

American Quasar 15,000 Morrow Prospect Sec. 6, Twp. 24S, Rng. 31E Eddy County, New Mexico

Recommended Mud & Casing Program

0-500' - Spud mud consisting of AQUAGEL flocculated with lime. Wt 8.5/9.0

Surface casing - 20" @ 500 - 26" Hole

500'-4050' - clear brine water. Use FLOSAL sweeps as required for hole cleaning. Use BEN-EX or flocculant to keep water clear. Wt. 9.8/10.0

lst Intermediate casing 13 3/8" @ 4050' - 17 1/2 Hole

4,050-12,500 - Clear fresh water, continue FLOSAL sweeps as required. At around 9000' pressure may require the addition of brine for dens

2nd Intermediate Casing 9 5/8" @ 12,500 - 12 1/2 Hole

12,500-15,000' - Brine polymer mud, DEXTRID, DRISPAC for filtration and hole RECEN cleaning. Adjust weight as required.

Liner - 7 5/8" 12,200-15,000

1. S. WELL MICHL SURVER Estimated cost of mud program will be \$50,000-\$60,000.

TESIA, NEW MEXICO This program is designed to give maximum hole stability and formation protection, rate of penetration and geological data recovery, while maintaining density to control expected formation pressure and reology for hole cleaning while maintaining the ECD as low as possible.

AUG24 1973