MALLON OIL COMPANY

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MALLON OIL COMPANY Amoco Federal \$14 Section 28, SW/4 SE/4, T26S-R29E Eddy County, New Mexico

02-18-88 Depth 4773', made 592'. 1 1/2° @ 4436'. Drilling ahead.

Daily cost: \$6,123.00 Cumulative cost: \$62,394.00

02-19-88 Depth 5296', made 523'. 2° @ 4959'. Drilling ahead.

Daily cost: \$5343.00 Cumulative cost: \$67,737.00

02-20-88 Depth 5319', made 23'. Tripping in to condition for test. 2° @ 4959'.

Daily cost: \$2,693.00 Cumulative cost: \$70,430.00

02-21-88 Depth 5319', made 0'. Rigging up surface tools for DST #1.

Daily cost: \$4,410.00 Cumulative cost: \$74,840.00

Depth 5319', made 0'. Tripping in to resume drilling.
DST #1 (5204'-5319') (Getty Sd) Opened tool with weak surface blow diminished to intermittent bubbles. Open 15 min. SI 30 min. Open 30 min SI 60 min. - Apparent plugging; pulled tool and found fine sand packed in test tool and three collars. FSIP 2578 psi (may not be valid). Tripping in to resume drilling.

Daily cost: \$5,500.00 Cumulative cost: \$80,340.00