

SUPPLEMENTAL DATA

BHP PETROLEUM (AMERICAS) INC.
No.1 Starkissed State
SWNW Sec.3-10S-27E
Chaves County, N.M.

State Lease V-3431

The following items supplement the information on Form C-101.

1. PRESSURE CONTROL EQUIPMENT: Pressure control equipment will include a 3000#WP blowout preventer stack with a Series 900 annular preventer and Series 900 blind and pipe rams. The BOP stack will include a kill line and choke manifold tested to 2000 psi. BOP hydraulic controls will be operated at least daily. Mud weight will be monitored to control bottom hole pressure. A kelly cock will be installed on the kelly joint and full opening safety valve will be available on the rig floor. A diagrammatic sketch of the BOP stack is attached.
2. 8-5/8" surface casing will be set immediately above the Queen formation to prevent possible oil contamination of surface waters.
3. Production string will be cemented back to a point at least 500' above the top of the producing zone.
4. SURFACE DAMAGES: The well and access road are located on State surface leased by Plains Radio Broadcastin Company, P.O. Box 9354, Amarillo, Texas 79105. A surface damage settlement will be negotiated with the surface lessee.
5. An Archaeological review by Archaeological Survey Consultants, indicated that Cultural Resources will not be disturbed by the proposed drilling activity.