1. The geologic name of this surface formation is San Jose Eocene..

2. Formation Tops (estimated):

3. Water, Oil, Gas or Minerals:

Fruitland Pictured Cliffs Lewis Shale Chacra Cliffhouse Menefee Point Lookout Mancos Shale Gallup Sunostee	+ 2815' + 3035' + 3130' + 3935' + 4705' + 4815' - + 5155' + 5385' + 6285' - 6810' TD=6840'	Possible Oil or Gas Producer

- 4. Run 8-5/8" OD, K-55 new casing to ±250' and circulate cement to surface. Run 4-1/2" OD, 10.5#, K-55 new casing to TD and cement in two stages with 65/35 pos. mix with 12-1/2 lb/sack gilsonite, tailing in with Class B cement with 2% CaCl2. Circulate 4 hours between stages. Casinghead will be a 10" 900 series w/a 3000 psi. rating.
- 5. Blowout preventors: Hydraulic, double ram, 10". One set of rams will be provided for each size drill pipe in the hole. One set of blind rams at all times. Fill line will be 2", kill line will be 2", choke relief line will be 2" with variable choke. BOP's will be installed, tested and in working order before drilling below surface casing and shall be maintained ready for use until drilling operations are completed. BOE will be checked every 24 hours and recorded in drillers logs.
- 6. We will use: spud mud from 9 ±250'; Gel chemical w/low solids as needed to maintain good hole conditions from 250' TD. Quantities of mud will vary with conditions encountered.

7. Auxiliary Equipment

a. Kelly cock will be in use at all times.

- b. Stabbing valve to fit drill pipe will be present on floor at all times.
- c. Mud monitoring will be visual, no abnormal pressures are anticipated in this area.
- 8. An AOF test will be taken at the completion of this well. No cores will be taken. Gamma Ray Density and Compensated Neutron logs will be run. Any other evaluation that may be necessary during the drilling of this well will be conducted as needed. Deviation surveys will be taken.
- 9. No abnormal pressures or temperatures are anticipated. See point #5 for blowout prevention equipment.
- 10. The drilling of this well will take approximately fifteen days. The gas is contracted to Northwest Pipeline Company. See item 22 on 9-331-C for anticipated starting date.
- 11. Your office (Telephone 303/247-5144) will be notified of spudding in sufficient time to witness cementing operations. Immediate notice will be given on blowouts, fires, spills, and accidents involving life-threatening injuries or loss of life. Prior approval will be obtained before appreciably changing drilling program or commencing plugging operations, plug back work, casing repair work or corrective cementing operations.