

Ref: Item IX of C108

PROPOSED STIMULATION PROGRAM
FOR
TYPICAL INJECTION WELL
ARROWHEAD GRAYBURG UNIT
LEA COUNTY, NEW MEXICO

It is proposed to selectively perforate (cased hole) the interval from approximately -150' subsea to the base of the Grayburg formation and then stimulate this interval by acidizing with approximately 3,000 gallons of 15% HCL Acid.

Open hole completions will be cleaned out to T.D., deepened if necessary to the base of the Grayburg formation and acidized with approximately 3,000-5,000 gallons of 15% HCL Acid.