MULTI-POINT DRILLING PLAN IN COMPLIANCE WITH ORDER NO. 1

SANTA FE EXPLORATION COMPANY HOLMSTROM FEDERAL #1 SEC. 9, T-14-S, R-29-E 1980' FSL & 1980' FEL

CHAVES COUNTY, NEW MEXICO

1. ESTIMATED TOPS OF IMPORTANT GEOLOGIC MARKERS

1682' Queen* 2282 San Andres 51371 Tubbs Sandstone 5932' Abo 7297' Wolfcamp 7902' Pennsylvanian 86861 Strawn Limestone* 8825' Chester 8925' M.-Osage 9445' Woodford 95251 Devonian*



2. ESTIMATED DEPTHS OF ANTICIPATED WATER, OIL, GAS, OR MINERALS

Formations possibly productive of oil or gas are marked with an asterisk (*) in the preceding section.

- 3. BOP EQUIPMENT
 - A. Minimum BOP and choke manifold equipment are set up as indicated in Exhibit A. Any change will be only an upgrade of the specifications shown.
 - B. Accumulator volume will be sufficient to provide repeated opening and closure of the preventers.
 - C. A drill string and drill collar safety value in the open position will be kept on the rig floor at all times during drilling operations.
 - D. An upper and lower Kelly Cock will be used.
 - E. The hole will be kept full and fill volumes will be monitored on all trips.
 - F. A mud logging unit will be in service from 1500' to TD.