

B. Communication

The rig contractor will be required to have two-way communication capability. Chi Operating, Inc. will have either land-line or mobile telephone capabilities.

C. Mud Program

The mud program has been designed to minimize the volume of H<sub>2</sub>S circulated to surface. Proper mud weight and PH, safe drilling practices, and the use of H<sub>2</sub>S scavengers when appropriate will minimize hazards when penetrating H<sub>2</sub>S bearing zones.

D. Drill Stem Test intervals are as follows: *N/A*

DST No. 1	_____ ft. to _____ ft.
DST No. 2	_____ ft. to _____ ft.
DST No. 3	_____ ft. to _____ ft.

Drill stem testing shall be performed with a minimum number of personnel in the immediate area which are necessary to safely and adequately conduct the test operation and operate the test equipment. Except with prior approval by the authorized officer, the drill stem testing of H<sub>2</sub>S zones shall be conducted only during daylight hours and formation fluids shall not be flowed to the surface. All drill stem testing operations in an H<sub>2</sub>S environment will incorporate the closed chamber method of testing.

III. WELL SITE DIAGRAM (Exhibit "D")

A complete well site diagram including the following information attached.

1. Rig orientation
2. Terrain (Exhibit "B")
3. Briefing areas
4. Ingress and egress
5. Pits and flare lines
6. Caution and danger signs
7. Wind indicators and prevailing wind direction