ECHOLS "18" STATE #1 DRILLING PROPOSAL CONTINUED

- 11. TOH AND RUN OPEN HOLE LOGS PER GEOLOGICAL DEPARTMENT.
- 12. IF CASING IS TO BE RUN, TIH AND CONDITION HOLE. TOH LDDP. RU & RUN 5-1/2" CASING TO TD. CEMENT 1ST STAGE FROM 10,500' TD. IF NECESSARY TO COVER THE SAN ANDRES, A DV TOOL WOULD BE RUN AT APPROXIMATELY 5700' & A 2ND CEMENT STAGE PUMPED FROM 5700' 4000'.
- 13. IF WELL IS P&A, CONTACT NMOCC FOR APPROVAL PROCEDURE AND P&A WELL ACCORDINGLY. MARK OLD WELLBORE PER STATE REGULATIONS. RELEASE RIG.