COBLA OIL & GAS CORPORATION

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DAILY DRILLING REPORT

COBRA OIL & GAS CORPORATION, OPERATOR

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STATE 16 #1

Lea County, New Mexico Sawyer Prospect 330' FSL 990' FEL Section 16, T9S-R37E N.M. P.M. Survey X=859989.25 Y=921583.25 GL: 3,988' PPTD: 12,500' Patterson Drilling Company, Rig #48

up from 1391'-1394', recov redbed, cmt & metal shavings, running 2000# on mill w/36 RPM, milled 1394' 07/20/97: to 1508' (114') in 4 hrs. (cont'd.)

TD 4,325'. DAY 11, RD rig. TIME: 3.5 hrs LDDP, TIH, .25 hr circ, .5 hr plug @ 1457', .25 hr TOOH, 2 07/21/97: hrs WOC, .25 hr TIH, tag @ 1382', .25 hr set plug @ 1382', .25 hr TOOH, 1.75 hrs WOC, 3.25 hrs TIH, tag @ 963', 1.25 hrs LDDP, 2.56 hrs ND, cut off head, set surf plug, 8 hrs RD. Remarks: Samples-redbed, mill is outside 85 csg, contacted OCD, received OK to P & A well, pulled mill, LD DC & DP, ran DP openended, tagged @ 1425', worked DP to 1457', spotted plug #1 w/150 sx Class C w/3% CaCl @ 1457', WOC @ 10:50 AM, 7/20/97, tagged plug after 2 hrs @ 1382', had 75' fill (1457'-1382'), spotted plug #2, 125 sx Class C plus 25 sx Class C w/3% CaCl, WOC @ 1:50 PM, 7/20/97, btm of plug @ 1382', WOC 2 hrs, ran DP to tag plug, cmt not set up, not taking wt, pulled DP, pulling wet, could not pmp down DP w/2000 psi, pulled PD wet, 16 jts DP full of cmt, LD DP, WOC 2 hrs, ran DP, tagged top plug #2 @ 963', plug #2 (1382'-963') 419', called OCD in Hobbs, Charlie Parinea, obtained OK on plugging job, ND BOP, cut off 13³/₈ & 8⁵/₈ csg 3' below GL, spotted 25 sx cmt surf plug, welded plate on csg.

WELL P & A'd, 7/20/97.

Scientific Drilling International ran directional surveys on well as follows. 07/22/97:

				TRUE			
MEASURED	DRIFT	DRIFT	COURSE	VERTICAL	VERTICAL	RECTANGULAR	DOGLEG
DEPTH	ANGLE	DIRECTION	LENGTH	DEPTH	SECTION	COORDINATES	SEVERITY
					feet	feet	dq/100'
feet	_deg_	deq	<u>feet</u>	<u>feet</u>			
140	1.00	Due E	140	140.0	- 1.2	0.0 S 1.2 E	0.71
380	0.25	Due E	240	380.0	- 3.8	0.0 S 3.8 E	0.31
902	0.50	N 85.00 E	522	902.0	- 7.2	0.2 N 7.2 E	0.05
			-	1,378.9	-11.4	0.4 N 11.4 E	0.01
1,380	0.59	Due E	478	-, -		0.1.0. 10.0 =	
1,469	1.25	S 35.00 E	89	1,468.9	-12.4	0.4 S 12.4 E	1.18
1,890	0.00	Due N	421	1,889.9	-15.0	4.2 S 15.0 E	0.30
	0.50	S 5.00 E	514	2,403.9	-15.2	6.4 S 15.2 E	0.10
2,404		0 0.00		-,		9.0 S 12.3 E	0.18
2,883	0.75	S 80. 00 W	479	2,882.9	-12.3	JIU	
3,393	0.75	N 5.00 W	510	3,392.8	- 8.7	6.3 S 8.7 E	0.22
3,870	0.50	Due N	477	3,869.8	- 8.4	1.1 S 8.4 E	0.05
			-	4,283.8	- 8.7	3.4 N 8.7 E	0.06
4,284	0.75	N 5.00 E	414	4,202.0	0.7	J. 1 1. 0. 1 B	

Final closure direction N 68.55 E, final closure distance 9.311'.

RIG TO BE SKIDDED OVER

WELL TO BE RENAMED STATE 16 #1Y

FINAL REPORT UNTIL RIG MOVES