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9. Abnormal Conditions, Pressures, Temperatures and Potential Hazards:

No abnormal pressures or temperatures are anticipated.

10. Anticipated Starting Date and Duration of Operations:

Road and location work will not begin until approval has been received from the BLM. The anticipated re-entry date is May 1, 1995. Once commenced, the drilling operation should be finished in approximately 10 days. If the well is productive, an additional 15 days will be required for completion and testing before a decision is made to install permanent facilities.

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Anticipated operations will include:

Remove Dry Hole Marker. Drill out 10 sack surface plug and 75 sack plug from 1960'-2200'. Clean out. Drill 75 sack plug from 2569'-2669' and 60 sack plug from 4300'-4400'. Clean out. Drill to 4300' PBTD. Condition hole and test San Andres. Plug back to 4100'. Kick off and drill a medium radius 7 7/8" hole with 300' radius to top San Andres pay at 4420' JVD. Drill a low angle horizontal hole for 2000' to penetrate all of the San Andres from 4420' to 4495'. Run 5 1/2" casing with packer shoe at 4420' TVD and cement. Well will be selectively perforated, acidized and frac stimulated, if necessary, to maximize production. If justified, tubing, rods, pump, pump jack and tank battery will be installed on existing well pad.

Anticipated direction is due east. Total distance from the old wellbore is anticipated to be 2300' oriented due east.



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