

PROPOSED DRILLING PROGRAM
JOHN L. COX-PHILLIPS STATE "26" NO. 1
SECTION 26, T-12-S, R-33-E
LEA COUNTY, NEW MEXICO

1. Spud 17 1/2" hole and drill to depth of 500'.
2. Set 500' of 13 3/8", 43#, J55 casing, cemented with 550 sacks of Halliburton Premium Plus, circulated to surface.
3. Drill 11" hole to a depth of 4,500'.
4. Set 4,500' of 8 5/8", 32#, J55 casing, cemented with 1170 sacks Halliburton Lite Premium Plus and 250 sacks Premium Plus. Top of cement estimated to be 500'.
5. Drill 7 7/8" hole to a total depth of 10,500'.
6. Set 10,500' of 5 1/2", 17# and 20#, J55 and N80 casing cemented with 440 sacks of Halliburton Premium 50/50 poz A.
7. DV tool at 8,300' with 530 sacks Halliburton Lite Premium. Top of cement estimated to be 4,300'.
8. Well will be logged and tested for a Hightower; Devonian completion. Alternative completion would be the Hightower; Penn, East.
9. BLOWOUT PREVENTERS: Shaffer LWS hydraulic double 11" x 5000 psi as illustrated in attached diagram.