YATES PETROLEUM CORPORATION COCONO "AVY" STATE #1

1980' FSL and 660' FWL Section 29-T13S-R34E Lea County, New Mexico

DRILLING PROGNOSIS

1. ESTIMATED TOPS OF IMPORTANT GEOLOGIC MARKERS

Yates	2,625'		+ 1 - 1
San Andres	4.215'	Strawn	11,425
Glorietta	5,760'	Atoka	12,240'
Tubb	7,180'	Morrow Lime	12,730'
Abo 7,950'		Austin	13,125'
Wolfcamp	9.450'	Mississippian Lime	13,450'
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2. PRESSURE CONTROL EQUIPMENT

A 5000 PSI BOPE System will be nippled up on the 8 5/8" casing and tested daily for Operational. See the attached 5000 PSI schematic.

3. THE PROPOSED CASING PROGRAM

Hole Size	Casing Size	Wt./Ft.	Grade	Joint	Interval
14 3/4"	11 3/4"	42#	H-40	ST&C	0-400'
11"	8 5/8"	32#	J-55	ST&C	0-4300'
7.7/8"	5 1/2"	17# & 20#	L-80, J-55,	LT&C	0-13550'
			N-80, S-95,	,	
			P-110 _		<u> </u>

4. Cementing Program:

Surface Casing - Set with approximately 400 class C + 2% CaCl2 (YLD 1.32 WT 15.6).

Intermediate Casing-Set with approximately 1200 sx Lite (YLD 2.01 WT 12.0). Tail in with 200 sx Class C (YLD 1.32 WT 15.6). Circulated.

Production Casing-Set with approximately 850 sx Super C Modified (YLD 1.67 WT 13.0). Top of cement approximately 7,300°.