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SHELL LUSK ANB COM. #1 DRILLING PROGRAM

Yates Petroleum Corporation plans to re-enter this well that was originally drilled by Shell Oil Company in August 1955 and plugged in March 1965. Will drill out the plugs and clean out the hole past our kickoff point of 7,500'. Plan to kickoff at 7,500' and directionally drill to a total vertical depth of 12,237'. Will run production casing to TD and cement back to 7500', perforate and stimulate as needed to gain production.

<u>BOPE PROGRAM</u>: 5000 # BOPE will be installed on the 8 5/8" casing and tested daily for operational.

MUD PROGRAM: Will use Starch and SW Gel, weight 9.3-9.8, viscosity 34-38, and water loss <10cc.