

to surface.

- 5 1/2" Production Casing: Cemented with 700 sx Halliburton Lite w/ 1/4# Flocele, 325 sx Premium Plus w/ .5% Halad-9 & 325 sx Premium Plus w/ .5% Halad-344 w/ 3% KCl.

The above cement volumes could be revised pending the caliper measurement from the open hole log. The top of cement is designed to reach 100' above 8 5/8" casing shoe.

5. Proposed Control Equipment: The blowout preventor equipment (BOP) will consist of a (3M System) double ram type (3000 psi WP) preventor. Both units will be hydraulically operated and the ram type preventor will be equipped with blind rams. Both BOP's will be installed on the 8 5/8" surface casing and utilized completely until total depth is reached. Prior to drilling out the 8 5/8" casing shoe, the BOP's and Hydril will be function tested as per BLM Drilling Operations Order #2.
6. Mud Program: The well will be drilled to total depth using brine & fresh water. Depths of systems are as follows:

<u>Depth</u>	<u>Type</u>	<u>Weight (ppg)</u>	<u>Viscosity (1/sec)</u>	<u>Water Loss (cc/30 min)</u>
500'				
0-550'	Fresh Water	8.8	30	No Control
550-TD	Brine Water	9.5-10.5	28	No Control
500'				

7. Auxiliary Equipment: Blowout preventer, gas detector, kelly cock, pit level monitor, flow sensors and stabbing valve.
8. Testing, Logging and Coring Programs:
- Drill Stem Tests: None planned.
- Logging: GR-DLL-MSFL-Cal T.D. - 2300'  
GR-CNL-CDL-Cal T.D. - Surface
9. No abnormal pressures or temperatures are anticipated. In the event abnormal pressures are encountered, the proposed mud program will be modified to increase the mud weight. The anticipated bottom hole pressure is 1980 psi.
10. Notice of Staking was sent to Carlsbad, New Mexico BLM office. A Cultural Resources Examination will be completed by Archaeological Survey Consultants and a copy forwarded to the Carlsbad, New Mexico BLM office.

Road and location preparation will not be undertaken until approval has been received from