

LUSK DEEP UNIT "A" #3
RE-ENTRY PROGRAM
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8. Logging, Testing and Coring Program:

- A. No drill stem tests are planned for this well.
- B. A Compensated Neutron & GR will be used to log from 5260' to 4552'.
- C. No conventional cores are planned
- E. Additional evaluation may be required by the company geologist based on drilling shows.

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

No abnormal pressures or temperatures are anticipated. The estimated bottom hole temperature (BHT) at TD is expected to be 108 degrees F and the estimated maximum bottom hole pressure (BHP) is 2600 PSI. No H₂S or other hazardous gases or fluid have been encountered, reported or are known to exist to this depth in this area. Some wells in this area have encountered severe to total loss of circulation in the Capitan Reef at about 2800', however the Capitan Reef is already behind casing. If total loss circulation occurs, several attempts will be made to regain circulation, but if it appears necessary, the well will be dry-drilled to the production casing depth of 5300'+/- .

10. Anticipated Starting Date and Duration of Operations:

Location construction work will not begin until approval has been received from the BLM. The anticipated re-entry date will be around February 1, 1998. Once commenced, the drillout operations should be completed in approximately three (3) days. If the well is productive, an additional seventeen (17) days will be required for completion and testing before a decision is made to tie into permanent production facilities.