

DRILLING PROGRAM
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<u>Depth</u>	<u>Type</u>	<u>Weight</u>	<u>Viscosity</u>	<u>Waterloss</u>
0-1150	Fresh Water (Spud)	8.5	28	N.C.
1150-5000	Brine	9.8-10.2	40 - 45	N.C.
5000-TD	Cut Brine	8.6-9.4	28 - 36	N.C. / 10cc

7. Auxiliary Well Control and Monitoring Equipment:

- A. A kelly cock will be kept in the drill string at all times.
- B. A full opening drill pipe stabbing valve (inside BOP) with proper drill pipe connections will be on the rig floor at all times.

8. Logging, Testing, and Coring Program:

- A. Drill Stem tests will be used as determined during drilling.
- B. The electric logging program will consist of Dual Laterolog Micro SFL, Spectral Density Dual Spaced Neutron Casing Log, and Depth Control Log.
- C. No conventional coring is anticipated.
- D. Further testing procedures will be determined after the 5 1/2" production casing has been cemented at TD based on drill shows, and log evaluation, and drill stem test results.

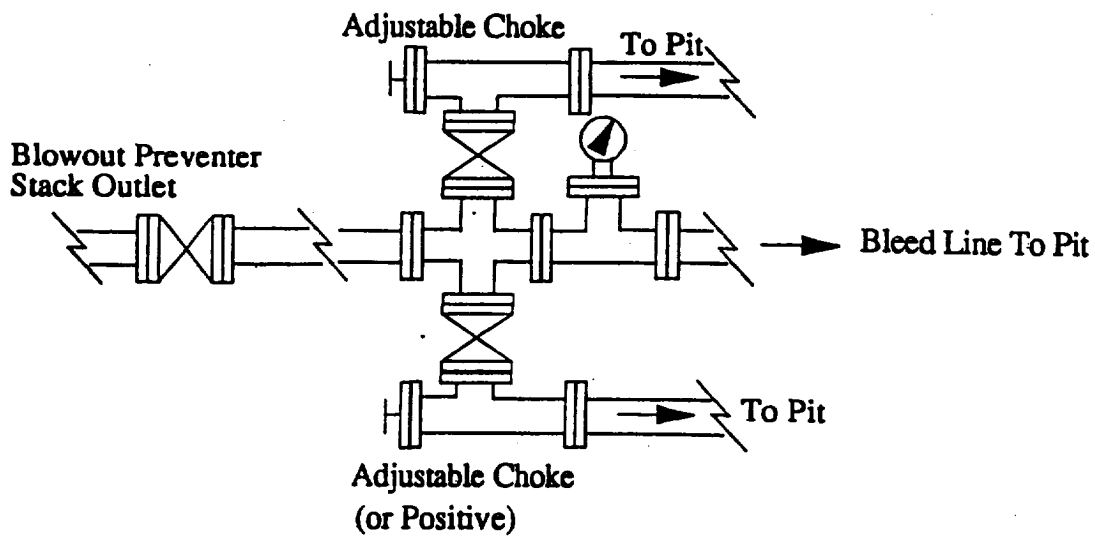
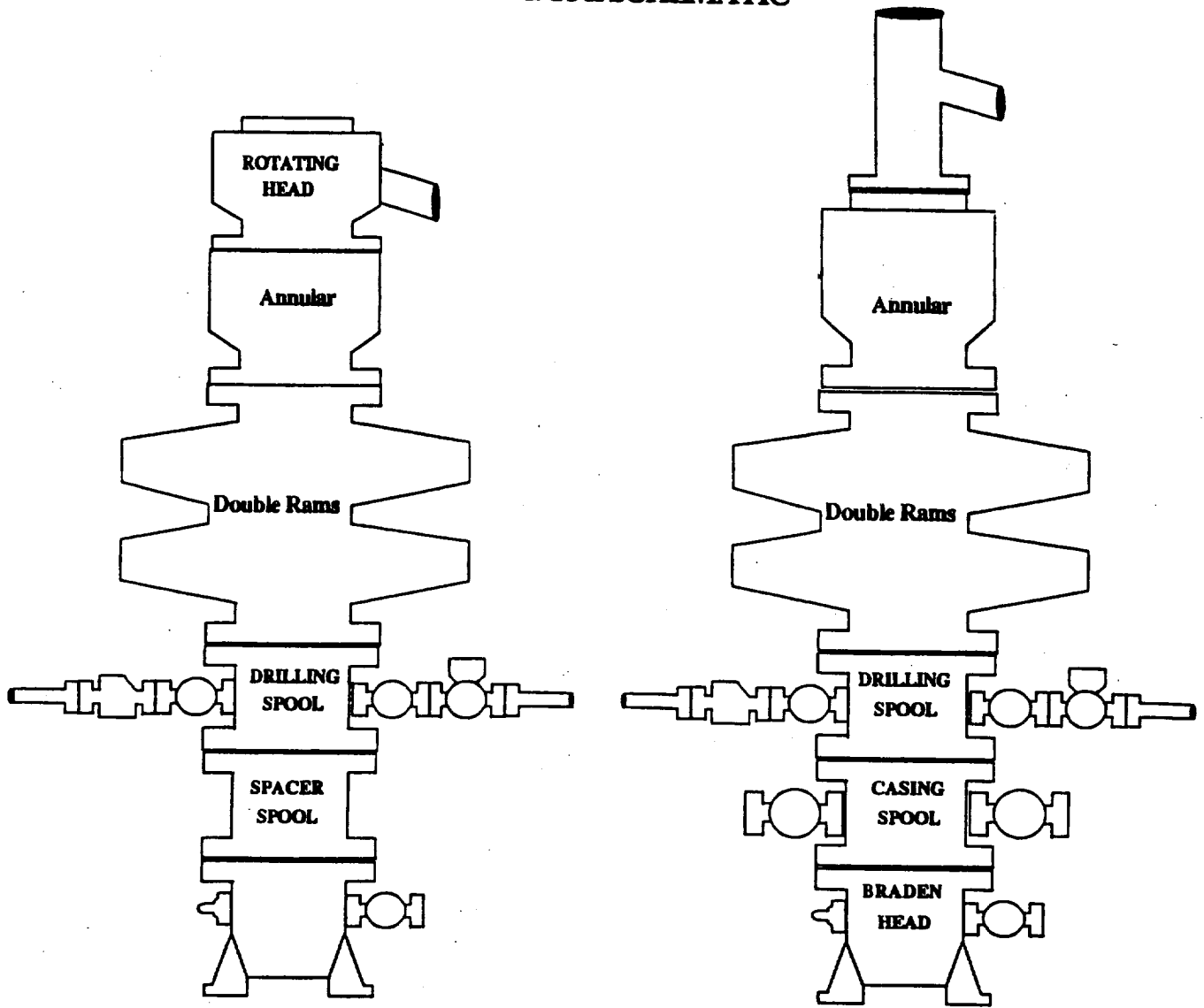
9. Abnormal Conditions, Pressures, Temperatures, and Potential Hazards:

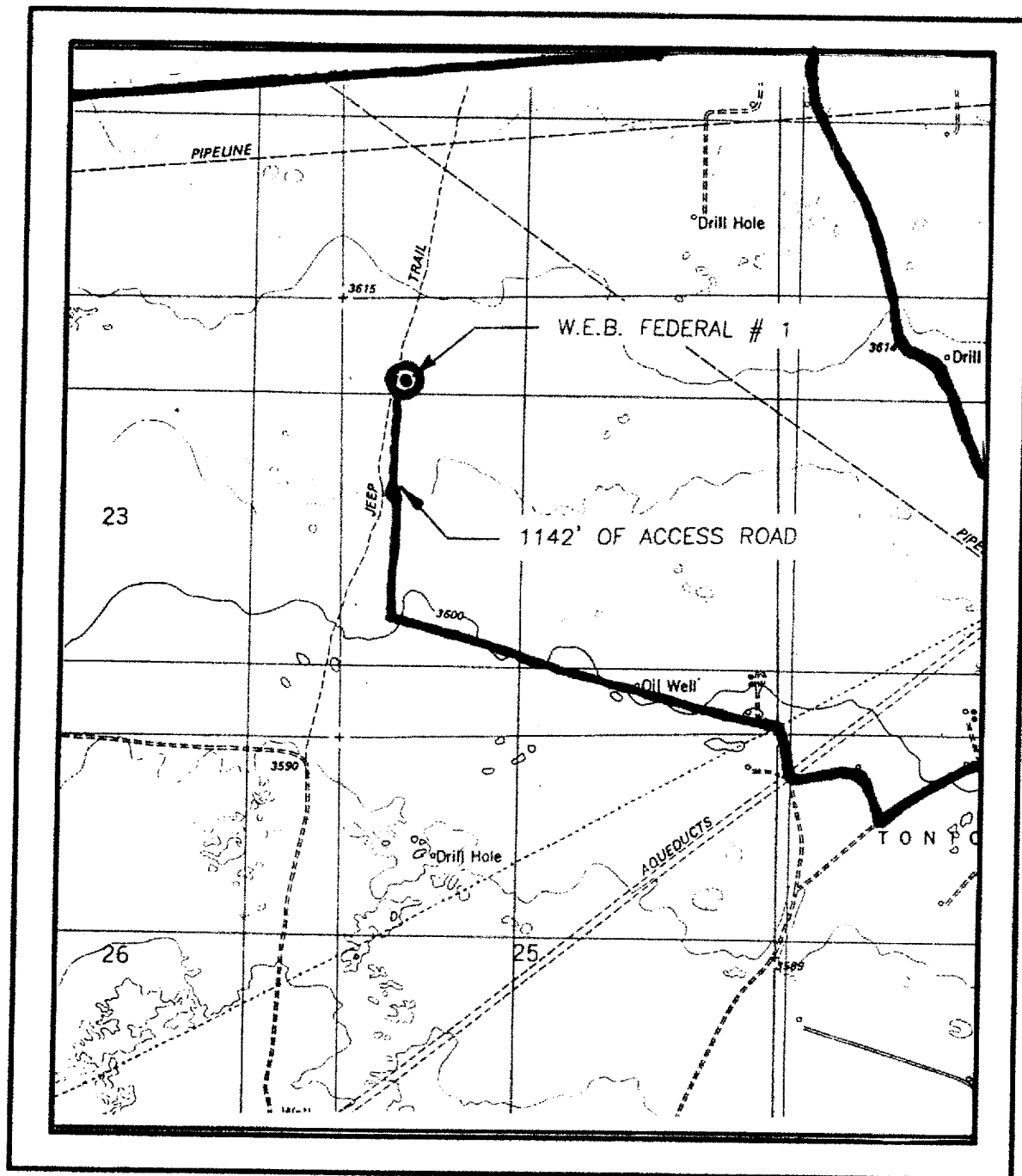
No abnormal pressures or temperatures are anticipated. The estimated bottom hole temperature (BHT) at TD is 155° and estimated bottom hole pressure (BHP) is 4505 psig.

10. Anticipated Starting Date and Duration of Operations:

Location and road work will not begin until approval has been received from the BLM. The anticipated spud date is January 28, 2001. Once commenced, the drilling operation should be finished in approximately 21 days. If the well is productive, an additional 30 to 60 days will be required for completion and testing before a decision is made to install permanent facilities.

BOPE SCHEMATIC





W E B Federal No. 1
990' FNL & 660' FWL
Section 24; T19S - R32E
Lea County, New Mexico

EXHIBIT THREE