VACUUM GB/SA UNIT EAST TRACT 3236-003

HELD SAFETY MTG W/ RIG CREW. TIH W/ BIT #1 & BHA.

6/11/02 – HELD SAFETY MTG. TIH W/ BIT #1 & BHA W/ 3-5/8" OD SPERRY SUN MUD MOTOR SET @ 2.57* BEND.

DRILLING SLIDE FROM 4466' TO 4478'.

CIRC BU. BUILD RATE TO HIGH @ +/- 36* PER 100'.

POOH W/ BIT #1 & BHA. SET 3-5/8" OD SPERRY SUN MUD MOTOR @ 1.00*. HELD SAFETY MTG. TIH W/ BIT #1 & BHA W/ 3-5/8" OD SPERRY SUN MUD MOTOR SET @ 1.00* BEND.

DRILLING SLIDE FROM 4478' TO 4501' @ 20R W/ 12K WOB.

DEVIATION SURVEY @ 4466' - 31.4* W/ 225.1 AZ.

DRILLING SLIDE FROM 4501' TO 4532' @ 50R W/ 15K WOB.

HELD SAFETY MTG.

POOH. SET 3-5/8" SPERRY SUN MUD MOTOR @ 2.83* BEND.

TIH W/ BIT #1 & BHA #4 W/ MUD MOTOR SET @ 2.83*.

SLIDE DRILL FROM 4542' TO 4564' @ 10R GTF.

BOP DRILL.

SURVEY @ 4529' - 38.0*, 225.8 AZ.

SLIDE DRILL FROM 4564' TO 4595' @ 10R GTF W/ 12K WOB.

SURVEY @ 4560' - 47.8*, 228.0 AZ.

SLIDE FROM 4595' TO 4658' @ 0 GTF W/ 12K WOB.

6/12/02 – HELD SAFETY MTG. CIRC BU @ 4658'. POOH. SET 3-5/8" SPERRY SUN MUD MOTOR @ 1.69*. HELD SAFETY MTG. TIH W/ BIT #2 & BHA ON 2-7/8" DRILLPIPE TO 4160'. REPLACED POWER SWIVEL & POWER UNIT. TIH W/ BIT #2 & BHA FROM 4160' TO 4658'. RU POWER SWIVEL. ESTABLISH CIRC. WASH 30' TO BTM, NO FILL.

ROTATE & SLIDE FROM 4658' TO 5085'. LANDED CURVE @ 4740', 88.8*, 223.5 AZ.

DEVIATION SURVEY FROM 4658' TO 5058'.

LOSSES LAST 24 HOURS = \pm 112 BBLS.

CO2 = 125u.

6/13/02 - SAFETY MTG.

ACCUM TIME TO SLIDE & ROTATE FROM 5085' TO 5385' AS REQUIRED TO FOLLOW DIRECTIONAL PLAN.

ACCUM TIME TO ACQUIRE MWD SURVEYS FROM 5085' TO 5385'.

CHANGE OUT STRIPPER RUBBER & LEVEL RIG.

BOP DRILL & SAFETY MTG.

ACCUM TIME TO ROTATE & SLIDE FROM 5385' TO 5669'.

ACCUM TIME FOR SURVEYS FROM 5385' TO 5669'.

BOP & DRILL. CHANGE OUT ROTATING HEAD RUBBER.

NOTE: NO DRLG FLUID LOST IN PAST 24 HOURS.

DRLG W/ 134 UNITS CO2 GAS.

BKG - 90

CONN - 490

FORM – 100% DOLO.