5. Minimum Specifications for Pressure Control:

The blowout preventer equipment (BOP) shown in Exhibit #1 will consist of a double ram-type (3000 psi WP) preventer and a bag-type (hydril) preventer (3000 psi WP). Both units will be hydraulically operated and the ram-type preventer will be equipped with blind rams on top and 4-1/2" drill pipe rams on bottom. Both BOPs will be nippled up on 13-3/8" surface casing and used continuously until TD is reached. All BOPs and accessory equipment will be tested to 1000 psi before drilling out of surface casing. Before drilling out of intermediate casing, the ram-type BOP and accessory equipment will be tested to 3000 psi and the hydril to 70% or rated working pressure (2100 psi). Pipe rams will be operationally checked each 24 hour period. Blind rams will be operationally checked on each trip out of the hole. These checks will be noted on the daily tour sheets. A 2" kill line and 3" choke line will be included in the drilling spool located below the ram-type BOP. Other accessories to the BOP equipment will include a kelly cock and floor safety valve (inside BOP) and choke lines and choke manifold with 3000 psi WP rating.

6. Types and Characteristics of the Proposed Mud System:

The well will be drilled to TD with a combination of brine, cut brine, and polymer/KCL mud system. The applicable depths and properties of this system are as follows:

Depth	Туре	Weight (ppg)	Viscosity (sec)	Water loss (cc)
0'-500'	Fresh Water (spud)	8.5	40-45	N.C.
500'-5000'	Brine Water	10.0	30	N.C.
5000'-TD	Cut Brine/Brine Water	8.8-10.0	32-34	10-12 cc

Sufficient mud materials to maintain mud properties and meet minimum lost circulation and weight increase requirements will be kept at the well site at all times.

- 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 B()P) with proper drill pipe connections will be on the rig floor at all times.
 - (C) An electronic pit-volume-totalizer system will be used continuously below 8000' to monitor the mud and pump system. The drilling fluids system will also be visually monitored at all times.