## APPLICATION FOR DRILLING

Ray Westall
Chi Federal #1
330' FSL & 330'FWL
Section 18
Township 19 South, Range 33 East
Lea County, New Mexico

In conjunction with Form 3160-3, Application for Permit to Drill, Ray Westall submits the following ten items of pertinent information in accordance with BLM requirements:

- 1. The geological surface formation is Quaternary.
- 2. The estimated tops of geologic markers are as follows:

Yates

3470'

Delaware

5800'

Bone Springs 7600'

The estimated depths at which anticipated water, oil & gas formations are expected to be encountered:

Water 0-180'

Oil & Gas Zones 5800-7600'

- 4. Proposed casing program: See 3160-3
- 5. Pressure Control Equipment:

A 900s BOP will be installed on the 8 5/8" casing and tested prior to drill out.

6. Mud Program:

Fresh water in surface hole.

Brine in intermediate hole.

Cut brine in production hole.

- 7. Auxiliary Equipment: None
- 8. Logging Program: CNL/FDC/GR, DLL.
- 9. No abnormal pressures or temperatures are anticipated. Estimated BHP is 3100#, Estimated BHT is 125 F.
- 10. Anticipated Starting date: 01/01/01

Duration:

12 Days drilling

5 Days completion

A234