3160-5 Drilling Program Matador "5" #1 Section 5 T-20-S R-34-E Lea County, New Mexico

1. SURFACE FORMATION:

Quaternary Alluvium

ESTIMATED FORMATION TOP: 2.

Yates Bone Springs Atoka **Morrow Clastics** Subsurface Depth 3550' TVD 8300' TVD 12200' TVD 13000' TVD

ESTIMATED DEPTH AT WHICH OIL, GAS, WATER OR OTHER MINERAL 3. BEARING ZONES ARE EXPECTED TO BE ENCOUNTERED:

Expected oil & gas zones:

1st Bone Spring Sand 9400' (oil) Morrow Sand 13,200' (gas)

Water may be encountered

Seven Rivers 3650'

4. CASING PROGRAM:

As per form 3160-3

5. PRESSURE CONTROL EQUIPMENT:

- After surface casing is set, an annular type blowout preventor with Α. blind rams and pipe rams, with minimum working pressure of 5000 psi will be installed. The BOP is illustrated in Exhibit 1.
- A choke control, fill and kill lines with minimum working pressure В. of 5000 psi will be installed.
- The equipment in A and B will be pressure tested to 5000 psi before C. drilling surface pipe cement, and the BOP will be tested for operations daily and during trips.

MUD PROGRAM: 6.

| 0-400' | Fresh Water Gel | 8.5 lb/g |
|-------------|----------------------------|----------|
| 400-5200' | Salt Water | 9.5 lb/g |
| 5200-13800' | Salt water, Salt Water Gel | 9.5 lb/g |