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

Abnormally high pressured zones with a bottomhole pressure of approximately 8500 psi could possibly be encountered while drilling the Pennsylvanian interval. Sufficient barite will be on location to enable the weighting up to the estimated 12.0 ppg to control any high pressure zone encountered. Along with the above mentioned primary control, a Blow Out Preventer System as outlined in Exhibit B will be utilized should the need arise to shut the well in prior to running and cementing the drilling liner. The estimated bottom hole temperature is 185°F and the estimated bottom hole pressure is 6100 psi. No Hydrogen Sulfide or other hazardous gases or fluids have been encountered, reported or are known to exist at this depth in this area. No major lost circulation zones have been reported in the offsetting wells.

10. Anticipated Starting Date and Duration of Operations:

Road and location work will not begin until approval has been received from the B.L.M. The anticipated spud date is <u>April 15, 1996</u>. Once spudded, the drilling operation should be completed in approximately 90 days. If the well is productive, an additional 30 days will be required for completion and testing before permanent facilities are installed.