PROPOSED WELL PLAN OUTLINE

WELL NAME LOCATION

SEMU #158 660' FSL & 660' FWL, Sec 24, T20S, R37E, Lea County, NM

Ground Level : Kelly Bushing: 3,530' Est 11' AGL

FORM. **FORMATION** TYPE OF Mud FORMATION EVALUATION Depth MD TOPS (from GL) CASING PROGRAM FRAC GRAD PRES. GRAD DRILLING HOLE Weight Days PROBLEMS SIZE & Type Possible Hole Enlargement 12-1/4 8.4 - 9.5 Less than 8.3 & Sloughing 1000 8-5/8", 24#, J-55 ST&C @ 1,500' Circulate Cement Top Salt @ 1,396' Washouts in Salt Section Brine Less than 8.4 Base Salt @ 2,519' Mud Loggers @ 2,600' Yates 2,681' H2S monitor equipment on @ 2,600° 7 Rivers 2,931' 3000 Queen 3,501' Penrose 3,611' Grayburg 3,761' 4000 San Andres 3,941' Mud loss in San Andres is likely. Possible loss of returns. 5000 8 Possible differential sticking Glorietta 5,266' thru Glorietta Possible lost returns. Blinebry 5,811' 6000 Tubb 6,341' 13 Drinkard 6,686' First Log Run: 10 ppg 7000 Abo 6,971' GR-CAL-DLL-MLL-SGR-SONIC Starch Gel FDC-CNL-PE : TD to 2000' Pull GR-CNL-Cal to Surf SGR interval to be chosen Second Log Run: 60 rotary sidewall cores Strawn @ 7,665' 5-1/2", 17#, J-55 LT&C set @ 7,975' TD @ 7,975' Offset data from: Possible Third Run: Circulate cement 22 Devonian @ 8,025 SEMU #145 and #146 FMI imaging log either single or 2 stage

DATE	12-Feb-01	Al Gomez, Geologist
APPROVED		

Jim Hubbard, Reservoir Engineer

David Delao, Drilling Engineer