

## VIII. GEOLOGICAL DATA (continued)

engineering data and a petrophysical rock-properties evaluation, there is no evidence of any natural or artificially created open faults within the unitized interval, or above, which would communicate salt water to the shallow fresh water strata. Texaco E&P Inc., has taken all efforts to insure that all mechanical means of isolation were implemented during drilling and they have been and will continue to be maintained within the proposed disposal well. Attached are copies of the openhole and mud logs across the proposed disposal interval (Bell Canyon) either from the proposed well or an offsetting well within section '31'.

## IX. PROPOSED STIMULATION PROGRAM

The subject wells will be stimulated using 4,000 to 10,000 gallons of 20% NEFE HCl acid. Rock salt blocks or ball sealers will be utilized during the jobs.

## STATEMENT OF SURFACE OWNER AND OFFSET OPERATOR

SURFACE OWNER : BUREAU OF LAND MANAGEMENT (BLM)  
P.O. BOX 1778  
CARLSBAD, NEW MEXICO 88220

OFFSET OPERATOR(S) : SANTA FE ENERGY RESOURCES INC.  
500 WEST TEXAS AVE., SUITE 1330  
MIDLAND, TEXAS 79701