ATTACHMENT FORM 9-331-C

Dallas McCasland Federal "F" No. 3

Location: 990' FSL & 2310' FEL Section 29, T26S, R37E, Lea County, New Mexico, Federal Lease NM-029050

- 1. Surface Formation: Quaternary Alluvium
- 2. Estimated tops of geologic markers: Base Salt 2835 Yates 2970
- 3. Estimated depth of mineral-bearing formations:

Fresh Water - 80 to 200 Yates - 2970 oil and gas

4. Casing Program:

	Size of Casing	0	Cond	Grade	Depth	Sacks Cement	Est Top Cement
•	8 5/8	24#	New	K - 55	400	250	Circ
	5 1/2	15.5#	New	K - 55	3300	350	1150

- 5. Blowout Preventor: 10" Cameron SS Series 900 Double Hydraulic with Payne Closing Unit. See Exhibit C-1, C-2, and C-3.
- 6. Mud Program:

 0-400 native spud mud, 34 viscosity, weight

 8.9#; 400-2800 brine water; 2800-3300 salt

 base mud viscosity 35-38, weight 10.1#, water

 loss 20, 2% oil
- 7. Auxiliary Equipment: Kelly valve, safety sub with full opening valve, drill pipe float valve.
- 8. Logging & Testing: No drillstem tests or coring anticipated.
 Logs to consist of Gamma Ray-Neutron.
- 9. Anticipated pressures and potential hazards: The Federal "F"

 No. 2 also in Section 29, indicates that the maximum pressure will be less than 1000# and that hydrogen sulfide will not be encountered.
- 10. Starting date and duration: Starting date will be determined by date of approval and availability of Cactus Drilling Company Rig No. 63. Operations are expected to be complete in 14 days.

OIL CHARLENATION COMM