DRILLING PLAN

Attach to BLM Form 3160-3 ARCO Oil and Gas Company Well: South Justis Unit F-210 Section 24-T25S-R37E 1350' FSL & 2300' FWL Lea County, New Mexico

1. Surface Geological Formation

Ogallala Formation of late Tertiary age.

2. Estimated Tops of Geological Markers

<u>Formation</u>	<u>TVD</u>
Salt	1000'
Yates	2275'
Queen	2975`
Grayburg	3100'
San Andres	3550'
Glorietta	4625
Blinebry	5000'
Tubb	5675'
Drinkard	5875'

3. Estimated Tops of Possible Water, Oil, Gas or Minerals:

Sands above 1000'	Water *
Yates	Gas**
Blinebry	Oil or Gas**
Tubb	Oil or Gas**
Drinkard	Oil or Gas**

^{*} Groundwater will be protected by 8-5/8" surface casing cemented to surface.

4. Pressure Control Equipment

Interval, TVD	Pressure Control Equipment
0' - 1000'	No pressure control required
1000' - 6200'	11", 3M psi double ram preventer with 3M psi annular preventer.

Exhibits 1, 2, and 3 show the BOP stack arrangement, the choke manifold arrangements and the BOP specifications, respectively. The BOPE will be hydraulically tested per BLM requirements outlined by Onshore OII and Gas Order No. 2. Pipe rams and blind rams will be functioned on each trip out of the hole. The annular preveneter will be functioned once a week. All BOPE checks and tests will be witnessed by ARCO's representative and will be noted on the IADC daily drilling report. Accessories to BOPE will include an upper kelly cock, lower kelly cock, and floor safety valve all with pressure rating equivalent to the BOP stack.

^{**} Productive horizons will be protected by 4-1/2" production casing cemented to surface.

5. Proposed Casing and Cementing Program

	Hole <u>Size</u>	Interval, MD	Casing <u>Size</u>	Weight & <u>Grade</u>
Conductor	20"	0 - 40'	13-3/8"	48.0# H-40
Surface	12-1/4"	0 - 1000'	8-5/8"	24.0# J-55
Production	7-7/8"	1000'-6200'	4-1/2"	10.5# J-55

Cement Program: (Actual volumes will be based on caliper log when available)

Conductor - Cement to surface with redimix.

Surface - Cemented to surface with total of ± 825 cu ft as follows:

<u>Lead Slurry</u> - ±300 sks Pacesetter Lite 65/35/6 C/Poz/Gel + 2% CaCl2 + 1/4 pps Cello-Seal <u>Tail Slurry</u> - ±200 sks Class "C" + 2% CaCl2 + 1/4 pps Cello-Seal

Production - Cement to surface with total of ± 3200 cu ft as follows:

Option 1: If no loss circulation occurs or loss is controlled.

Lead Slurry - ±1175 sks Super C 44/20/20 C/Poz/CSE + 0.5% Thrifty Lite 1/4 pps Cello-Seal

Tail Slurry $-\pm 300$ sks Cl "C" + 12 pps CSE + 1 pps WL-1P + 0.3% CF-2 + 1/4 pps Cello-Seal + 3 pps Hi-Seal

Option 2: If loss circulation is severe then a DV Tool will be set at ± 3250 '

Stage 1 - Lead Slurry - ±400 sks Pacesetter Lite 65/35/6 C/Poz/Gel 3% salt

Tail Slurry $-\pm 300$ sks Cl "H" + 8 pps CSE + 0.6% CF-14 + 0.35% Thrifty Lite

Stage 2 - Lead Slurry - ± 900 sks Pacesetter Lite 65/35/6 C/Poz/Gel + 3% salt Tail Slurry - ± 100 sks Cl "C" Neat

6. **Mud Program**

		Weight	Funnel	Water
<u>Depth</u>	Mud Type	ppg	Viscosity	<u>Loss</u>
0 - 1000'	Spud Mud	8.4 - 8.9	29-32	NC
1000' - 4850'	SBW	± 10.0	29-32	NC
4850' - 6200'	SWG	- 10.0	32-34	<15

7. Auxiliary Equipment

Upper Kelly Cock, Lower Kelly Cock, and Full Opening Stabbing Valve

8. Testing, Coring and Logging Program

- A. Drill Stem Tests None planned.
- B. Coring None planned.
- C. Logging No mud logging planned
- D. Electric Logs

Open Hole

Interval: TD - 4500' with GR-CAL to surface casing on one run GR-Spectralog/Compensated z-Densilog/Sidewall Epithermal Neutron/Caliper GR/Dual Laterolog/Micro Laterolog/Caliper

Cased Hole

Temperature Survey (if cement not circulated on Production Csg)

9. Anticipated Abnormal Temperature, Pressure, or Hazards

Possible lost circulation at ± 975 ' in anhydrite section. Seepage and lost circulation is expected starting in the Queen Formation and continuing through the Glorietta (3000'-5000').

10. Anticipated Starting Date and Duration of Operations

Pending favorable weather and permit approval, construction work on this location is planned to begin in March, 1993. Construction work will require 4 days, move-in and rig up rotary tools, 1 day, drill and complete, 21 days. It is planned to spud the well in June. 1993.