William H. Brininstool dba Salado Brine Sales P. O. Drawer A Jal, NM 88252 Well #1

1-25-93 Performed Mechanical Integrity Test, determined a hole in casing. 1-27-93 Ran 7" cast iron bridge plug, set @ 923'. Ran 7" packer to 450', pressured up on plug to 1000#, packer held. Came out of hole with packer. Ran 923 ' of 51/2", 22.5# casing. pulled up to 919'. Circulate cement down 5 1/2" casing back up 7" casing to surface. Lowered casing to 923', set on top of bridge plug. Let cement set until February 1, 1993. 2-1-93 Drilled cement out to top of bridge plug. Pressured up to 500 # for 30 minutes, held pressure. 2-2-93 Started drilling on bridge plug drilled through plug 2-3-93. 2-4-93 Ran tubing and put well on production. No return. 2-10-93 Ran bradenhead tracer found lost circulation between bottom of casing and top of salt formation. 2-17-93 Halliburton Services performed cement squeeze. Used 20 bbls of 10% Calcium Chloride H2O, 5 bbls of fresh water spacer, 500 gallons Super Flush 100, 5 bbls of fresh water spacer, 50 sacks 50/50 Cal-Seal cement, 100 sacks PT 2% C.C. cement and displace with fresh water. No pressure. Did second cement job, same procedure as first, still no pressure.