

CALENERGY COMPANY, INC. January 22, 1999

Mr. Jeff Hulen Energy & Geoscience Institute University of Utah 423 Wakara Way Suite 341 Salt Lake City, Utah 84108

RE: Telephone Flat - Medicine Lake geological data transmitted under EGI - CalEnergy Technical Data Gathering Agreement

Dear Jeff,

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Transmitted herewith are confidential and proprietary data belonging to CalEnergy Company (CEC) for your study of the Telephone Flat geothermal system near Medicine Lake, CA. All are copies of originals retained by CEC. The goals CalEnergy envisions for your work, as a complement to your own, are:

- Preparation of a summary article on the geology, hydrothermal alteration, and permeability structure associated with the "capping rhyolite" of the Telephone Flat geothermal system (TFGS) for submission to the GRC *Bulletin* or an equivalent publication. Cooperation with Colin Williams of the USGS in the geologic interpretation of recently obtained TFGS temperature logs.
- Preparation of a site-specific TFGS science plan in support of a slim-hole coring effort being developed by Sandia National Laboratories for submittal to the U.S. Department of Energy's (DOE) Office of Geothermal Technologies for funding.
- Development of a comprehensive geological, geochemical, structural, and hydrologic understanding of the TFGS. Preparation, as an outgrowth of this work, of a detailed, site-specific science plan to guide spot-coring and logging efforts in selected, future CEC production wells

INFORMATION TRANSMITTED

- 1 Analyses, tritium, University of Miami, rept. Dated Sept. 20 and Oct. 25, 1989
- 2 Map, geologic, generalized, colored --- No date
- 3 Report, geology, geochemistry, by Daniel Carrier, Nov. 16, 1987

4 – Report, integrated geology and geophysics, by Gregg Nordquist and Randolph Thompson, June 20, 1990

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- 5 Map, geologic, explanation, by Brian Hausback, Sept. 1983
- 6 XRD report, by JBH, Mar. 16, 1988
- 7 XRD report, by JBH, Oct. 29, 1985
- 8 Mud log, Unocal, well GMF 87-13 deepening, Oct. 9, 1991

9 – Well summary, 17 X 24", by Alex Schriener, Jan. 1985

10 - Mud log, Unocal, well 68-8 deepening, Aug. 2, 1988

11 – Mud Log and completion drawing, Unocal, well 68-8, Jul. 23, 1988

12 – Completion diagram, well 68-8

13 - Report, Subsurface Trace-Element and Whole-Rock Oxygen-18 Evaluation, by A. Schriener, Sept. 26, 1986

14 - Data Sheet, K-Ar Data on Young Rock Samples, no date.

15- Report, Analysis of 70 Felsite to Mafic-Composition Volcanic Rock Cuttings Samples by Jeff Hulen, Aug. 29, 1985

16 - Letter Report, XRD Analysis and Petrographic Analysis by Susan Lutz, Nov. 21, 1988

17 - Letter Report + maps, Structural Assessment of Medicine Lake Highland by Angela McDannel, Oct. 11, 1985

18 - Glass Mountain Borehole location map by Daniel Carrier, Apr. 26, 1989.

19 - Report, Integrated Geophysical and Geological Interpretation by Gregg Nordquist, June 20, 1990

20 - Completion drawing and geologic summary sheet, GMF 31-17 well, c. 1988

21 - Letter Report and data, petrography by Susan Lutz, Apr. 9, 1990

22 - Composite charts for lithology, metals, and geochemistry for wells and boreholes, author unknown and no date.

23 - Letter report, U decay -series for Medicine Lake Highlands rocks, by David Jacobs, Dec. 31, 1990

24 - Geological and Geochemical Results from the GMF 87 -13 Deepening by David de Witt, June 12, 1992

25 - Letter Report, K/Ar Ages for Medicine Lake Samples by Brian Smith, Jan. 26, 1982

26 - Letter Report and Map, Surficial Geology of the Medicine Lake Highland by Brian Hausback, Jan. 20, 1984

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27 - Letter Report, Fluid Inclusion Studies on Samples from Glass Mt. Wells by David Carrier, Dec. 20, 1989

28 - Updated Geophysical Interpretation of the Medicine Lake Volcano by G.A. Nordquist, Dec. 19, 1985

29 - Mud log and completion drawing, Federal 17-6 well, Occidental Geothermal, Nov. 1982

30 - Mud log, GMF 31-17 well, Unocal, August 1988

31 - Letter Report, XRD analyses of 17A-6 well samples by Jeff Hulen, Jan. 23, 1985

32 - Letter Report, Hydrothermal Alteration and Well Lithologies for GMF 68-8, 31-7 and 17A-6 by D.L. Carrier, Aug. 8, 1989

33 - Letter Report, Analysis of Mineralogy and Fluid Inclusion Data by D.L. Carrier, Nov. 30, 1987

34 - Letter Report, Prelim. MT Results by Gregg Nordquist, Oct. 9, 1989.

35 - Map, Generalized Geology of GM KGRA, no author, no date.

36- Copies of viewgraphs from presentation of Regional Water Quality Control Board, 1999

37 – Assorted copies of summary-presentation viewgraphs for the TFGS

38 – Map showing proposed well locations and directions, dated August 1996

These reports are stamped "Confidential" and are to be held in confidence by EGI in accord with our confidentiality agreement made June 15, 1998. Any references that may exist in the list of transmitted documents in regard to directional well surveys, production test data, and reservoir engineering are to be held in strict confidence and are not to be published, or disseminated in any way.

Also transmitted herewith are petrographic thin sections which CalEnergy is loaning you for your work. These are to be returned by August 1999, unless we agree to an extension of time. The thin sections include:

37 sections of surface rocks

25 sections of Well 87-15 grain-mounts

67 sections of Well 31-17 grain-mounts and core

81 sections of Well 68-8 (OH) grain-mounts

10 sections from wells 68-8 and 17A-6 for fluid inclusions studies

21 sections of wells 68-8 and 17A-6 grain-mounts

23 sections of Well 68-8 grain mounts

37 sections of Well 31-17 and Group "8" grain mounts

80 sections from TGH's 28-31 and 45-36 core

88 sections from TGH's 14-23, 36-28, 65-26, 75-6 core

89 sections from wells 17-6 and 17A-6 grain-mounts

85 sections from TGH's 51-2, 52-30, 54-19, 57-11

88 sections from TGH's and wells 1-1981, 2-1981, 56-3, 87-13, 84-17, 44-33

10 sections from TGH 82-9 grain mounts

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Sincerely,

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Mark Walters Geoscience Manager

ACCEPTANCE: Hulen Energy & Geoscience Institute Feffrey Jeff Hule on (date)