ESTIMATED MUD COST: \$4,000.00 to \$6,000.00

The above cost does not include loss circulation, excessive gas pressures, or any unanticipated hole problems.

I hope the above information will be of benefit to you and if we may be of further service, please do not hesitate to call.

Yours very truly,

MAGCOBAR _

R. F. Parker Regional Engineer

RFP: jb

ENGINEERS:

Olin Stewart Hobbs, New Mexico

Phone: 393-5337 (505)

Travis Young

Hobbs, New Mexico

Phone: 393-6141 (505)

WAREHOUSE:

Lovington, New Mexico Phone: 396-4747 (505)

