Production Casing:

4 1/2" casing x 6 1/4" hole set at 14,300' (With cement back to 7 7/8" casing. Recommend 4 1/2" x 6 1/4" theoretical annular volume plus 35% excess for cost estimate. Recommend using caliper volume plus 20% excess for job.)

Pump Truck plus mileage

\$3,500.00

270 sacks Class "H" cemer.t,

2,214.81

0.75% CFR-2/sk.

0.3% Halad-22A/sk.

5 lbs. KC1/sk.

(5.2 gals./sk. water 15.8 lbs./gal. density

1.20 cu.ft./sk. yield)

Transportation on cementing materials

269.98

Cost Estimate: Truck and Materials

\$5,984.79

Cost Estimate: Casing Equipment

941.35

One (1) Differential Fill Float Shoe

One (1) Differential Fill Float Collar

Twelve (12) Centralizers

One (1) EZ Lok Limit Clamp

One (1) pound Halliburton Weld "A"

Top Rubber Plug

The prices in this report are estimates only, are based on current published prices, do not include applicable taxes, and are subject to change due to field operations or other factors.

We are pleased to have this opportunity to present this proposal for your consideration. If you accept our proposal, all materials and equipment furnished and services performed will be under our General Terms and Conditions and pursuant to our applicable Work Order Contract (whether or not executed by you). Copies of the General Terms and Conditions and applicable Work Order Contract will be furnished on request.

Men and equipment for this service will be coordinated through our Artesia, New Mexico office. Mr. Doug Buford is our Assistant District Superintendent, Area Code 505/746-2757.

Halliburton Services solicits the service work to be performed on this well.

Prepared by: Floyd E./Dill, Procedure Analyst

FED:ms

cc: E. M. Stanley

D. Buford

J. Hillard

Green D.

Ctubbe