

October 14, 1990

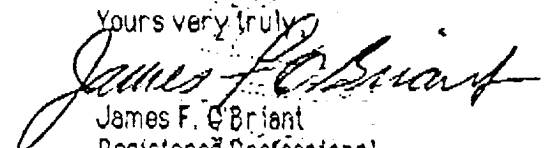
Page No. 2

Cost Estimate

Items		Totals
Pulling unit	4 days @ \$1,200 per day	\$4,800
BOP, pipe racks, CW, etc.	4 days @ \$500 per day	2,000
Insurance, allocated	4 days @ \$50 per day	200
Engineering	4 days @ \$500 per day	2,000
Overhead	4 days @ \$150 per day	600
Water, tanks, etc.		1,500
Freight, fork lift, etc.		1,500
1100 feet of 2.375", EUE, 8 rd, 4.7"/ft. N-80 tubing		3,600
Sleeve & tool repairs, misc. service & mileage		3,100
Pump truck with chemicals		1,500
Misc. equipment, services, taxes, connections, etc.		4,100
Total		\$24,900

Please advise if this procedure is in agreement with your plans and meets your testing requirements. We will begin field operations upon your approval.

Yours very truly,


James F. E'Briant
Registered Professional
Engineer

attachments
Well Data Sheet

FAX to Mr. Fred Yates @ 505-623-4947

cc
Gene Printz
Bill Baker, Sr.