

**A-PLUS WELL SERVICE, INC.**

P.O. BOX 1979  
FARMINGTON, NM 87499  
505-325-2627 • FAX: 505-325-1211

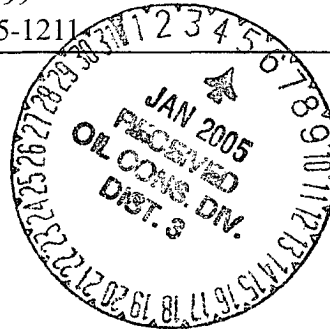
**COPY**

January 1, 2005

**New Mexico Oil Conservation Division****Aztec District**

1000 Rio Brazos Road  
Aztec, NM 87410

**Invoice #3602**  
PO #05-199-000320



1 of 2

Rig #9

For plug and abandonment of the **Horseshoe Gallup Unit #42** well; API # 30-045-10133.

**Plugging Cost Summary:**

| ID#                                              | Date     | Item Description                                   | Units | Unit Cost | Extension   |
|--------------------------------------------------|----------|----------------------------------------------------|-------|-----------|-------------|
| <b>Workover Rig, Travel and Supervision:</b>     |          |                                                    |       |           |             |
| A1                                               | 12/15/04 | Contractors Supervisor / Cementer                  | 1.0   | \$ 250.00 | \$ 250.00   |
| A1                                               | 12/16/04 | Contractors Supervisor / Cementer                  | 1.0   | \$ 250.00 | \$ 250.00   |
| A1                                               | 12/17/04 | Contractors Supervisor / Cementer                  | 0.5   | \$ 250.00 | \$ 125.00   |
| A2                                               | 12/15/04 | Crew travel, round trip                            | 2.0   | \$ 112.00 | \$ 224.00   |
| A2                                               | 12/16/04 | Crew travel, round trip                            | 2.5   | \$ 112.00 | \$ 280.00   |
| A2                                               | 12/17/04 | Crew travel, one way                               | 1.0   | \$ 112.00 | \$ 112.00   |
| A3                                               | 12/15/04 | Shallow Rig                                        | 4.0   | \$ 140.00 | \$ 560.00   |
| A3                                               | 12/16/04 | Shallow Rig                                        | 9.75  | \$ 140.00 | \$ 1,365.00 |
| A3                                               | 12/17/04 | Shallow Rig                                        | 5.25  | \$ 140.00 | \$ 735.00   |
| <b>Cementing Services:</b>                       |          |                                                    |       |           |             |
| B1.1                                             | 12/15/04 | Cementing equipment on location                    | 0.5   | \$ 450.00 | \$ 225.00   |
| B1.1                                             | 12/16/04 | Cementing equipment on location                    | 1.0   | \$ 450.00 | \$ 450.00   |
| B1.1                                             | 12/17/04 | Cementing equipment on location                    | 0.5   | \$ 450.00 | \$ 225.00   |
| B3                                               | 12/16/04 | Cement, 25 sxs Type III = 28.0 sxs Type II         | 28.0  | \$ 10.50  | \$ 294.00   |
| B3                                               | 12/17/04 | Cement, 57 sxs Type III = 63.7 sxs Type II         | 63.7  | \$ 10.50  | \$ 668.85   |
| B3                                               | 12/17/04 | Cement, marker, 10 sxs Type III = 11.2 sxs Type II | 11.2  | \$ 10.50  | \$ 117.60   |
| <b>Wireline Services:</b>                        |          |                                                    |       |           |             |
| C1                                               | 12/16/04 | Wireline unit on location, used                    | 1.0   | \$ 250.00 | \$ 250.00   |
| C3                                               | 12/16/04 | Perforate 3 squeeze holes at 154'                  | 1.0   | \$ 300.00 | \$ 300.00   |
| <b>Packers, Retainers &amp; Casing Scrapers:</b> |          |                                                    |       |           |             |
| D43                                              | 12/16/04 | Tubing Set Cement Retainer, 4-1/2"                 | 1.0   | \$ 900.00 | \$ 900.00   |
| D4                                               | 12/16/04 | Casing scraper rental, 4-1/2"                      | 1.0   | \$ 250.00 | \$ 250.00   |
| <b>Workstrings &amp; Miscellaneous Rentals:</b>  |          |                                                    |       |           |             |
| E1.1                                             | 12/16/04 | Workstring rental, 2-3/8", feet                    | 1012  | \$ 0.12   | \$ 121.44   |
| E1.1                                             | 12/16/04 | BOP Companion Flange, 4-1/2"                       | 1.0   | \$ 50.00  | \$ 50.00    |

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|---------------------------------------------------|----------|-----------------------------------------------------|-------|-----------|-----------|
| <b>Transportation and Miscellaneous Services:</b> |          |                                                     |       |           |           |
| F1.a                                              | 12/15/04 | Unit #141, Haul waste pit and workstring;           | 2.0   | \$ 74.00  | \$ 148.00 |
| F1.b                                              | 12/16/04 | Unit #141, Move workstring into position;           | 2.0   | \$ 74.00  | \$ 148.00 |
| F1.c                                              | 12/17/04 | Unit #141, Hole workstring during plugging;         | 1.0   | \$ 74.00  | \$ 74.00  |
| F4.a                                              | 12/17/04 | Trailer #98, hold workstring, rental, 3 days        | 3.0   | \$ 15.00  | \$ 45.00  |
| F3.a                                              | 12/14/04 | Unit #16, Take empty gooseneck trailer to location; | 1.5   | \$ 50.00  | \$ 75.00  |
| F6.a                                              | 12/10/04 | Unit #265, Haul 2 loads of water to central tank;   | 7.0   | \$ 50.00  | \$ 350.00 |
| F14                                               | 12/10/04 | Purchase water above                                | 2.0   | \$ 20.00  | \$ 40.00  |
| F6.b                                              | 12/15/04 | Unit #134, Haul 1 load water to location;           | 2.0   | \$ 50.00  | \$ 100.00 |
| F6.c                                              | 12/16/04 | Unit #134, Haul 1 load water to location;           | 2.0   | \$ 50.00  | \$ 100.00 |
| F6.d                                              | 12/17/04 | Unit #134, Hold water durign plugging work;         | 1.0   | \$ 50.00  | \$ 50.00  |
| F6.e                                              | 12/15/04 | Unit #155, Hold waste water to steel pit;           | 2.0   | \$ 50.00  | \$ 100.00 |
| F6.f                                              | 12/16/04 | Unit #155, Hold waste water from steel pit;         | 2.0   | \$ 50.00  | \$ 100.00 |
| F6.g                                              | 12/17/04 | Unit #155, Hold waste water from steel pit;         | 1.0   | \$ 50.00  | \$ 50.00  |
| F7                                                | 10/18/04 | Clean up location before P&A                        | 2.30  | \$ 50.00  | \$ 115.00 |
| F11                                               | 12/17/04 | P&A Marker                                          | 1.0   | \$ 120.00 | \$ 120.00 |

## Third Party Charges:

|     |          |                                                    |      |           |          |
|-----|----------|----------------------------------------------------|------|-----------|----------|
| G-1 | 12/16/04 | R.W. Trucking Co., Inc. Inv #1475, hot oil tubing; | 1.00 | \$ 405.00 |          |
|     |          | Third Party Handling Charge - 8%                   | 8%   | \$ 32.40  | \$437.40 |

## Salvage Credit:

|     |    |                                       |      |         |            |
|-----|----|---------------------------------------|------|---------|------------|
| S-1 | 37 | joints 2.375" tubing, heavy paraffin; | 1147 | \$ 0.70 | (\$802.90) |
| S-2 | 46 | pieces 5/8" used rods;                | 46   | \$ 2.00 | (\$92.00)  |

TOTAL \$ 8,910.39

TAX 6.875% \$ 612.59

THANK YOU

TOTAL DUE \$ 9,522.98

OK For Payment  
01-06-2005  
Charlie T. Lerrin

Company PLAya Min + Energ Inc

1 m A.2

One day  
A.1

| CREW       | NAME           | UNIT # | MILEAGE | HOURS |
|------------|----------------|--------|---------|-------|
| Supervisor | Kevin Jones    | 21     |         |       |
| Operator   | Traves Begay   | 19     |         | 12.5  |
| Helper     |                |        |         |       |
| Helper     | Chris Montanze |        |         | 12.5  |
| Helper     | Jose Gonzales  |        |         | 12.5  |
| Trainee *  | Loren Woody    |        |         | 12.5  |

23477

Rig No. # 01

Date 12-16-04 Day Thur

Well Name HGU # 42

Company Playa Min + Energy Inc

$1\frac{1}{2}$  m A.2

9 3/4 hr  
A.3

1 m. A.2

Fuel & Motor Oil 50 gallons Diesel

Water Hauled 1 Load # 134

## Rental Equipment

Cement Retainers 4 1/2 DAS cut Retainer

Cementing 25 SKS Type III CMT

Wireline 3 Hsc Holes (A)

(SAM)

| CREW       | NAME           | UNIT # | MILEAGE | HOURS |
|------------|----------------|--------|---------|-------|
| Supervisor | Kevin Jones    | 21     |         |       |
| Operator   | Travis Begay   | 19     |         | 12.5  |
| Helper     |                |        |         |       |
| Helper     | Chris Montauze |        |         | 12.5  |
| Helper     | Jose Gonzales  |        |         | 12.5  |
| Trainee *  | Loren woody    |        |         | 12.5  |

1 DAY  
A.1

5/14

23478

Date 12-17-04 Day Friday

Company PLAya Min & Energy Inc

Wallace Ashley w/NNMD on Location

## Wireline

| CREW       | NAME                    | UNIT # | MILEAGE | HOURS |
|------------|-------------------------|--------|---------|-------|
| Supervisor | Kevin Jones             | 21     |         |       |
| Operator   | Travis Begay            | 19     |         | 6.5   |
| Helper     | <del>Travis Begay</del> |        |         |       |
| Helper     | Chris Montanze          |        |         | 6.5   |
| Helper     | Jose Gonzales           |        |         | 6.5   |
| Trainee    | Loren Woody             |        |         | 6.5   |

6/14