

November 16, 1998

Information Concerning NMOCD Order R-10659
Bid # 90-521-02-03315

Wcosley Oil Company

The major surface clean up will involve the State #1, 2 and 3 wells battery. The Battery consists of two 300 barrel tanks which have been leaking and a 20 foot vertical separator all to be removed. Any tank bottoms must be removed, soil clean up will consist of removal or land farming on site. There is a major pit clean up at this battery where oil has consistently been on the produced water earthen pit, some minor clean up will be necessary at an adjacent stock watering pit, contaminated soils to be removed or land farmed on site.

A second area of surface clean up will be at Santa Fe Energy Well #1, P-8-19N-06W, There is a production tank at this site associated with a 20 foot vertical separator, the separator has been leaking, tank and separator will be removed. Some hydrocarbon contamination is associated with the drilling pit which was used to dispose of produced water at this location. Contaminated soils will be removed from the site or transported to the adjacent tank battery location above for land farming.

All soil remediation will be done according to NMOCD Guidelines (1993), landfarming will be approved utilizing NMOCD Guidelines (1993).

BID FORM (Page 2)

NEW MEXICO OIL CONSERVATION DIVISION SUPPLEMENTAL BID RATE SHEET

(To be filled out by bidder and returned with bid)

SUPPLEMENTAL BID RATES Bid Identification Number: _____

Bidder: _____

Supplemental Bid Rates are to be applicable if charges are made in addition to or in lieu of turnkey bid. Switching to hourly rate or other implementation of Supplementary Bid Rates must be approved by the EMNRD-OCD Representative on-site or by the District Supervisor of the appropriate District Office. The turnkey bid will not be accepted unless all Supplemental Bid Data is furnished. The Supplemental Bid Rates listed below will be considered firm bids.

DESCRIPTION OF SERVICE	RATE PER	UNIT
Rig equipped to perform all work set out in Plugging/Remediation/Restoration Procedures.	\$	Hour
Cement pumping.	\$	Hour
Cement to include any blending and any transportation costs.	\$	Hour
Perforating to include ten holes per run and setup charges.	\$	Hour
Move in-out charges.	\$	Hour
Water truck- Capacity _____ barrels.	\$	Hour
Welder- Minimum hours if applicable.	\$	Hour
Backhoe- Minimum hours if applicable.	\$	Hour
Dozer- Minimum hours if applicable.	\$	Hour
Furnished tubular goods- Description.	\$	Hour
Track Hoe Minimum hours if applicable.	\$	Hour
Trucking Minimum hours if applicable.	\$	Hour
Front End Loader Minimum hours if applicable.	\$	Hour
Environmental Technician.	\$	Hour
Lab Analysis TPH	\$	Per Analysis
Lab Analysis BTEX	\$	Per Analysis
Contaminated Soil Disposal.	\$	Per Cubic Yard
Soil Landfarming Onsite.	\$	Per Cubic yard