HECEIVED

JUN 03 2008

DATE

CONTRACT: # 70-521-00-02445

INV. #

***** INVOICE

> Mayo Marrs Casing Pulling Inc. Box 863- Phone 586-2844 Kermit, Texas 79745

OIL CONSERVATION DIVISION/ARTESIA DISTRICT

STATE OF NEW MEXICO 1625 N. FRENCH DRIVE

HOBBS, NEW MEXICO 88240

ATTN: **CHRIS WILLIAMS**

NMOCD Company:

FOWLER B 14992 # 1 Lease:

(SEE REPORT)

BID PRICE

\$32,872.66.

5/27/2008

08-5769-1

NEW MEXICO SALES TAX

LEA

COUNTY

5.38%

\$1,281.20

TOTAL SALVAGE

TUBING 2 7/8" @ \$0.35

4,000 /FT

(\$1,400.00)

FINAL PLUGGING COST FOR THIS WELL

\$32,753.86

OK topay.
When Welliams
6/3/08
6/6/18

NMOCD

Lease: FOWLER B 14992 # 1

Project: P & A

CHRIS WILLIAMS

FAX .505-393-9758

PUSHER -

FRANK

Tracking # 08-5769-1

22		

ATTN:

12 HRS

SAFETY MEETING - SUPERVISOR LOCATE WELL - MOVE IN EQUIPMENT - RIG UP - SDFD

12 A-5 – DOUBLE DERRICK RIG 1 A-1 – SUPERVISOR 4 A-2 – CREW TRAVEL, ROUND TRIP TIME 5 B-1.1 CEMENTING EQUIPMENT ON LOCATION/5 DAY MINIMUM 150 B-2 CEMENT EQUIPMENT TRAVEL, ROUND TRIP MILES 4 C-1.1 WIRELINE UNIT ON LOCATION/4 DAY MINIMUM 150 C-2 WIRELINE TRAVEL, ROUND TRIP MILES 1 E-3.1 BOP RAM RENTAL 1 ¼", 1 ½", 2-1/16, 3 ½" FIRST 5 DAYS 1 E-6.1 BOP COMPANION FLANGE/FIRST 5 DAYS 5 E-12 BLOW DOWN TANK WITH STEEL LINES/5 DAY MINIMUM 4 G-1 TANDEM RIG UP TRUCK WITH DRIVER 4 G-2 HELPER OR SWAMPER 4 G-5 NON-VACUUM TRUCK WITH DRIVER 120 BBL	\$250,00	/DAY /HR /DAY /MILE /DAY /MILE /DAY /MILE /DAY /HR /HR	 \$3,120.00 \$300.00 \$700.00 \$2,625.00 \$450.00 \$450.00 \$450.00 \$450.00 \$450.00 \$625.00 \$500.00 \$100.00 \$340.00

Total Daily Cost = \$11,960.00

4/23/2008 10 HRS

SAFETY MEETING - POH WITH 171 RODS ND WELLHEAD - NU BOP - ANCHOR STUCK - WORKED LOOSE - START OUT OF HOLE WITH TUBING - SDFD

10 A-5 – DOUBLE DERRICK RIG	\$260.00 /HR	=	\$2,600.00
1 A-I - SUPERVISOR	\$300.00 /DAY	=	\$300.00
4 A-2 = CREW TRAVEL ROUND TRIP TIME	\$175.00 /HR	=	\$700.00

Total Daily Cost = \$15,560.00

4/24/2008 16 HRS

SAFETY MEETING - RIG UP MUD BUCKET - POH WITH 136 JOINTS OF 2 7/8" TUBING - RIH WITH CIBP TO 4060' - DUMP 35' ON TOP - POH - RIH WITH TUBING - CIRCULATE PLUGGING MUD - SDFD

12 A-5 – DOUBLE DERRICK RIG	\$260.00	/HR	=	\$3,120.00
1 A-1 ~ SUPERVISOR	\$300.00	/DAY	=	\$300.00
4 A-2 - CREW TRAVEL, ROUND TRIP TIME	\$175.00	/HR	=-	\$700.00
8 G-5 NON-VACUUM TRUCK WITH DRIVER 120 BBL	\$85.00	/HR	=	\$680.00
120 G-15 COST FOR BRINE WATER	\$1.25	/BBL	=	\$150.00
2 G-14 COST FOR FRESH WATER	\$0.85	/BBL	=	\$1.70
1 C-10,4 CIBP 5 ½"	\$650.00		_ =	\$650.00
343.07 H-1 ALL ITEMS PROVIDED BY 3RD PARTY, HANDLING FEE(PATE)	- 1.08		=	\$370.52

Total Daily Cost = \$21,532.22

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4/25/2008 11 HRS

SAFETY MEETING - TEST CASING TO 700# - PUH TO 2830' - SPOT 25 SACKS - PUH TO 1700' - SPOT 25 SACKS - POH - RIH AND PERF @ 410' - RIH WITH PACKER - COULD NOT PUMP INTO IT - RIH TO 460' - PUMP 60 SACKS CIRCULATED TO SURFACE - SDFD

11 A-5 - DOUBLE DERRICK RIG \$260.00 /HR \$2,860.00 1 A-1 - SUPERVISOR \$300.00 /DAY \$300.00 4 A-2 - CREW TRAVEL, ROUND TRIP TIME \$175.00 /HR \$700.00 10 G-5 NON-VACUUM TRUCK WITH DRIVER 120 BBL \$85.00 /HR \$850.00 = 110 B-5 ASTM TYPE C \$13.00 \$1,430.00 35 G-14 COST FOR FRESH WATER \$0.85 /BBL \$29.75

Total Daily Cost = \$27,701.97

11 HRS

SAFETY MEETING - RIG DOWN - DIG OUT CELLAR - CUT OFF WELL HEAD - INSTALL DRY HOLE MARKER -

CLEAN UP LOCATION - START MOVING TRUCKS OUT

11 A-5 – DOUBLE DERRICK RIG	\$260.00 /HR	=	\$2,860.00
.1 A-I - SUPERVISOR	\$300.00 /DAY	=	\$300.00
4 A-2 ~ CREW TRAVEL, ROUND TRIP TIME	\$175.00 /HR	=	\$700.00
4 G-10 WELDER, INCLUDING TRAVEL & EQUIPMENT/4 HR MINIMUN	\$50.00 /HR	=	\$200.00
1 G-11 P&A MARKER	\$175.00	=	\$175.00
4 G-7 BACKHOE SERVICES WITH OPERATOR/4 HR MINIMUM	S50,00 /HR	=	\$200.00
.681.2 H-1 ALL ITEMS PROVIDED BY 3RD PARTY, HANDLING FEE(DAVID	1.08	=	\$735.70

Total Daily Cost = \$32,872.66 RECEIVED

- JUN 0 = 2003 -

HOBBS OCD

30-025-211186 RECEIVED.

2008 JUN 56.*P.M.1 41

INVOICE ******

Mayo Marrs Casing Pulling Inc. Box 863- Phone 586-2844 Kermit, Texas 79745

HO 385

OIL CONSERVATION DIVISION/ARTESIA DISTRICT

STATE OF NEW MEXICO 1625 N. FRENCH DRIVE HOBBS, NEW MEXICO 88240

CHRIS WILLIAMS

DATE

5/21/2008

INV.#

08-5750-1

CONTRACT:# 70-521-00-02445

Company: NMOCD

INVOICE

Lease:

J.F. BLACK #3

(SEE REPORT)

BID PRICE

\$48,239.72

NEW MEXICO SALES TAX

TOTAL SALVAGE

LEA

COUNTY

5.38%

\$1,857.66

FINAL PLUGGING COST FOR THIS WELL

\$50,097.38

RECEIVED

JUN U 3 5008

HOBBS OCD OK to pay illiam Chies William 6/3/08

NMOCD

J.F. BLACK # 3

Project: P & A

Lease:

ATTN: CHRIS WILLIAMS

FAX 505-393-9758

PUSHER - FRANK

Tracking # 08-5750-1

3/17/2008 15 HRS

SAFETY MEETING - SUPERVISOR LOCATE WELL - MOVE IN EQUIPMENT - SDFD

15 A-5 – DOUBLE DERRICK RIG	\$260.00	/HR	=	\$3,900.00
1 A-1 – SUPERVISOR	\$300.00		=	\$300.00
4 A-2 - CREW TRAVEL, ROUND TRIP TIME	\$175.00	/HR	=	\$700.00
5 B-1.1 CEMENTING EQUIPMENT ON LOCATION/5 DAY MINIMUM	\$525.00	/DAY	=	\$2,625.00
110 B-2 CEMENT EQUIPMENT TRAVEL, ROUND TRIP MILES	\$3.00	/MILE	=	\$330.00
4 C-1.1 WIRELINE UNIT ON LOCATION/4 DAY MINIMUM	\$250.00	/DAY	=	\$1,000.00
110 C-2 WIRELINE TRAVEL, ROUND TRIP MILES	\$3.00	/MILE	=	\$330.00
1 E-3.1 BOP RAM RENTAL 1 ¼", 1 ½", 2-1/16, 3 ½" FIRST 5 DAYS	\$450.00		=	\$450.00
1 E-6.1 BOP COMPANION FLANGE/FIRST 5 DAYS	\$400.00		=	\$400.00
5 E-12 BLOW DOWN TANK WITH STEEL LINES/5 DAY MINIMUM	\$125.00	/DAY	_ ≈	\$625.00
6 G-1 TANDEM RIG UP TRUCK WITH DRIVER	\$125.00	/HR	=	\$750.00
6 G-2 HELPER OR SWAMPER	\$25.00	/HR	≈	\$150.00
6 G-5 NON-VACUUM TRUCK WITH DRIVER 120 BBL	. \$85.00	/HR	=	\$510.00
1 G-12 TEST EXISTING ANCHORS	\$500.00		=	\$500.00

Total Daily Cost =

\$12,570.00

3/18/2008 12 HRS

SAFETY MEETING - RIG UP DIG OUT CELLAR - WELLHEAD NO GOOD - NO TUBING IN WELL - REPAIR WELLHEAD - RIH WITH GUAGERING TO 2114' - POH - RIH WITH TUBING TO 2268' - BUDDY HILL ON LOCATION - WILL RUN IMPRESSION BLOCK IN THE MORNING - SDFD

morning cop b			
10 A-5 – DOUBLE DERRICK RIG	\$260.00 /HR	=	\$2,600.00
1'A-1 - SUPERVISOR	\$300.00 /DAY	=	\$300.00
4 A-2 - CREW TRAVEL, ROUND TRIP TIME	\$175.00 /HR	=	\$700.00
4 G-10 WELDER, INCLUDING TRAVEL & EQUIPMENT/4 HR MINIMUM	\$50.00 /HR	=	\$200.00
4 G-7 BACKHOE SERVICES WITH OPERATOR/4 HR MINIMUM	\$50.00 /HR	=	\$200.00
1 C-5 GAUGE RING RUN IN TUBING OR CASING	\$200.00	=	\$200.00
2268 E-1.1 TUBING WORKSTRING, SIZE 2 3/8" EUE/4 DAY MINIMUM	\$0.04 /FT/DA	=	\$362.88
0 H-1 ALL ITEMS PROVIDED BY 3RD PARTY, HANDLING FEE(pate)	1.08	• =	\$0.00

Total Daily Cost =

\$17,132.88

3/19/2008 12 HRS

SAFETY MEETING - RIH WITH IMPRESSION BLOCK - POH - COULD NOT TELL ANYTHING ON BLOCK - RIH WITH BIT - PUMP FRESH WATER AND BRINE - MADE 30' - SDFD

12 A-5 – DOUBLE DERRICK RIG	\$260.00 /HR	= .	\$3,120.00
1 A-1 – SUPERVISOR	\$300.00 /DAY		4000.00
4 A-2 – CREW TRAVEL, ROUND TRIP TIME	\$175.00 /HR	=	\$700.00
6 G-5 NON-VACUUM TRUCK WITH DRIVER 120 BBL	\$85.00 /HR	=	\$510.00
90 G-15 COST FOR BRINE WATER	\$1.25 /BBL	=	\$112.50
40 G-14 COST FOR FRESH WATER	\$0.85 /BBL	· =	\$34.00
800 H-1 ALL ITEMS PROVIDED BY 3RD PARTY, HANDLING FEE(IMPRESSI	1.08	=	\$864.00
600 H-1 ALL ITEMS PROVIDED BY 3RD PARTY, HANDLING FEE(BIT)	1.08	=	\$648.00
150 H-1 ALL ITEMS PROVIDED BY 3RD PARTY, HANDLING FEE(STRIPPING	1.08	=	\$162.00

Total Daily Cost =

\$23,583.38

3/20/2008 11 HRS

SAFETY MEETING - RIH WITH CIBP - TAG @ 2457' - PUH TO 2454' - SET CIBP - CIRCULATE PLUGGING MUD - SPOT 25 SACKS ON TOP OF CIBP - POH - WOC - RIH AND TAG 2239' - POH - FIND HOLE IN CASING FROM 1260' TO 1291' - WITH MORE BAD CASING ABOVE - RIH WITH TUBING 1348' - SPOT 50 SACKS - POH - WOC - SDFD

11 A-5 – DOUBLE DERRICK RIG	\$260.00 /HR	=	\$2,860.00
1 A-I - SUPERVISOR	\$300.00 /DAY	=	\$300.00
4 A-2 – CREW TRAVEL, ROUND TRIP TIME	\$175.00 /HR	=	\$700.00
8 G-5 NON-VACUUM TRUCK WITH DRIVER 120 BBL	\$85.00 /HR	=	\$680.00
75 B-5 ASTM TYPE C	\$13.00	=	\$975.00
110 G-15 COST FOR BRINE WATER	\$1.25 /BBL	=	\$137.50
35 G-14 COST FOR FRESH WATER	\$0.85 /BBL	=	\$29.75
32 B-7 SALT GEL, 50# BAG - FOB LOCATION	\$11.00	_ =	\$352.00
1 C-10.5 CIBP 7"	\$7 50.00	=	\$750.00
1 D-2.1 PACKER RENTAL 7", 7 5/8" OR 8 5/8" CASING	\$500.00	=	\$500.00
31.28 H-1 ALL ITEMS PROVIDED BY 3RD PARTY HANDLING FEE (nate)	1.08	=	\$465.78

Total Daily Cost = \$31,333.41

3/24/2008 II HRS

SAFETY MEETING - RIH AND TAG - @ 1107 - LOAD HOLE - TEST - FOUND HOLE @ 12° - CALL MARK WHITAKER - RIH AND PERF @ 176° - CIRCULATE 70 SACKS OF CEMENT TO SURFACE - FALLING BACK - WOC - SDFD

11 A-5 – DOUBLE DERRICK RIG	\$260.00 /HR	=	\$2,860.00
1 A-I - SUPERVISOR	\$300.00 /DAY	. =	\$300.00
4 A-2 – CREW TRAVEL, ROUND TRIP TIME	\$175.00 /HR	=	\$700.00
35 G-14 COST FOR FRESH WATER	\$0.85 /BBL	=	\$29.75
6 G-5 NON-VACUUM TRUCK WITH DRIVER 120 BBL	\$85.00 /HR	=	\$510.00
70 B-5 ASTM TYPE C	\$13.00	=	\$910.00
15 G-15 COST FOR BRINE WATER	\$1.25 /BBL	=	\$18.75
3 B-7 SALT GEL, 50# BAG - FOB LOCATION	\$11.00	=	\$33.00
1 C-3 PERFORATE 3 HOLES INCLUDING DEPTH CHARGE	\$500.00	=	\$500.00
431.28 H-1 ALL ITEMS PROVIDED BY 3RD PARTY, HANDLING FEE(PATE)	1.08	=	\$465.78

Total Daily Cost = \$37,660.69

3/25/2008 · · · 11 HRS

SAFETY MEETING -RIH AND TAG a 30' - CIRCULATE 15 SACKS FROM 60' TO SURFACE - RIG DOWN - DIG OUT CELLAR - CUT OFF WELL HEAD - INSTALL DRY HOLE MARKER - CLEAN UP LOCATION - SDFD

11 A-5 – DOUBLE DERRICK RIG	\$260.00 /HR	Ŧ	\$2,860.00
1 A-1 – SUPERVISOR	\$300.00 /DAY	_ =	\$300.00
4 A-2 CREW TRAVEL, ROUND TRIP TIME	\$175.00 /HR	=	\$700.00
15 B-5 ASTM TYPE C	\$13.00	. =	\$195.00
30 G-14 COST FOR FRESH WATER	\$0.85 /BBL	=	\$25.50
4 G-10 WELDER, INCLUDING TRAVEL & EQUIPMENT/4 HR MINIMUM	\$50.00 /HR	=	\$200.00
1 G-11 P&A MARKER	\$175.00	=	\$175.00
4 G-7 BACKHOE SERVICES WITH OPERATOR/4 HR MINIMUM	\$50.00 /HR	=	\$200.00
484.8 H-1 ALL ITEMS PROVIDED BY 3RD PARTY, HANDLING FEE(DAVID M 0	1.08	=	\$5,923.53

Total Daily Cost = \$48,239.72



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Mayo Marrs Casing Pulling Inc. Box 863- Phone 586-2844 Kermit, Texas 79745

OIL CONSERVATION DIVISION/ARTESIA DISTRICT

STATE OF NEW MEXICO 1625 N. FRENCH DRIVE

HOBBS, NEW MEXICO 88240

ATTN: CH

INVOICE

CHRIS WILLIAMS

DATE 5/27/2008

INV. # 08-5754-1

CONTRACT: # 70-521-00-02445

Company: NMOCD

Lease: J.F. BLACK # 4

(SEE REPORT)

BID PRICE

\$33,334.15

NEW MEXICO SALES TAX

TOTAL SALVAGE

LEA

COUNTY

5.38%

\$768.25

FINAL PLUGGING COST FOR THIS WELL

\$34,102.40

RECEIVED

HOBBS OCD

Ok to pay.
Chies William
6/3/08

N// 6/6/03

NMOCD

J.F. BLACK #4

Lease: Project: ATTN:

P & A CHRIS WILLIAMS FAX 505-393-9758

PUSHER -

FRANK

\$500.00

Tracking # 08-5754-1

3/25/2008 11 HRS SAFETY MEETING - SUPERVISOR LOCATE WELL - MOVE IN EQUIPMENT - DIG OUT CELLAR - ND WELLHEAD - NO TUBING IN WELL - RIH WITH GUAGERING TO 3015' - POH - RIH WITH CIBP - COULDN'T GO A PAST 2212' - CALL BUDDY HILL - POH - SDFD 11 A-5 - DOUBLE DERRICK RIG \$260.00 /HR \$2,860.00 \$300.00 \$300.00 /DAY 1 A-1 - SUPERVISOR \$175.00 /HR \$700.00 4 A-2 - CREW TRAVEL, ROUND TRIP TIME \$2,625.00 5 B-1.1 CEMENTING EQUIPMENT ON LOCATION/5 DAY MINIMUM \$525.00 /DAY \$3.00 /MILE \$450.00 150 B-2 CEMENT EQUIPMENT TRAVEL, ROUND TRIP MILES \$250.00 /DAY \$1,000.00 4 C-1.1 WIRELINE UNIT ON LOCATION/4 DAY MINIMUM \$3.00 /MILE \$450.00 150 C-2 WIRELINE TRAVEL, ROUND TRIP MILES 1 E-3.1 BOP RAM RENTAL 1 1/4", 1 1/2", 2-1/16, 3 1/2" FIRST 5 DAYS \$450.00 \$450.00 \$400.00 \$400.00 1 E-6.1 BOP COMPANION FLANGE/FIRST 5 DAYS 5 E-12 BLOW DOWN TANK WITH STEEL LINES/5 DAY MINIMUM \$125.00 /DAY \$625.00 6 G-1 TANDEM RIG UP TRUCK WITH DRIVER \$125.00 /HR \$750.00 6 G-2 HELPER OR SWAMPER \$25.00 /HR \$150.00 \$85.00 /HR \$510.00 6 G-5 NON-VACUUM TRUCK WITH DRIVER 120 BBL \$400.00 \$200.00 2 C-5 GAUGE RING RUN IN TUBING OR CASING

Total Daily Cost = \$12,170.00

1 G-12 TEST EXISTING ANCHORS

3/26/2008 12 HRS

SAFETY MEETING - RIH AND SET CIBP @ 2510' - POH - RIH WITH MMCPI TUBING TO 2510' - SPOT 35 SACKS ON TOP - CIRCULATE PLUGGING MUD - TEST CASING TO 500# - POH - RIH AND PERF @ 1350' - POH - RIH WITH PACKER - PRESSURE UP TO 500# - RIH TO 1400# SPOT 35 SACKS - POH - PRESSURE UP TO 500# AND WOC - SDFD

\$500.00

THEODORE OF TO COOK THIS TO THOUSE OF CHOICE	11120001		
12 A-5 – DOUBLE DERRICK RIG	\$260.00 /HR	=	\$3,120.00
1 A-I – SUPER VISOR	\$300.00 /DAY	=	\$300.00
4 A-2 - CREW TRAVEL, ROUND TRIP TIME	\$175.00 /HR	Ξ	\$700.00
52 B-7 SALT GEL, 50# BAG ~ FOB LOCATION	\$11.00	=	\$572.00
1 C-10.5 CIBP 7"	\$750.00	=	\$750.00
1 C-3 PERFORATE 3 HOLES INCLUDING DEPTH CHARGE	\$500.00	=	\$500.00
1 C-4 ADDITIONAL HOLES WHEN PERFORATING, PER HOLE	\$450.00	=	\$450.00
10 G-5 NON-VACUUM TRUCK WITH DRIVER 120 BBL	\$85.00 /HR	=	\$850.00
70 B-5 ASTM TYPE C	\$13.00	=	\$910.00
240 G-15 COST FOR BRINE WATER	\$1.25 /BBL	=	\$300.00
65 G-14 COST FOR FRESH WATER	\$0.85 /BBL	=	\$55.25
35 B-7 SALT GEL, 50# BAG - FOB LOCATION	\$11.00	=	\$385.00
10040 E-1.1 TUBING WORKSTRING, SIZE 2 3/8" EUE/4 DAY MINIMUM	\$0.04 /FT/DA	=	\$1,606.40
0 H-1 ALL ITEMS PROVIDED BY 3RD PARTY, HANDLING FEE(pate	e) 1.08	=	. \$0.00

Total Daily Cost = \$22,668.65

3/27/2008 11 HRS

SAFETY MEETING - RIH AND TAG @ 1271' - POH - RIH AND PERF @ 242' - POH - RIH WITH PACKER - CIRCULATE 90 SACKS TO SURFACE - FELL BACK PUMP 20 SACKS ON TOP - SDFD

11 A-5 – DOUBLE DERRICK RIG	\$260.00	/HR	==	\$2,860.00
1 A-I - SUPERVISOR	\$300.00	/DAY	=	\$300.00
4 A-2 - CREW TRAVEL, ROUND TRIP TIME	E \$175.00	/HR	=	\$700.00
10 G-5 NON-VACUUM TRUCK WITH DRIVE	ER 120 BBL \$85.00	/HR	=	\$850.00
35 G-15 COST FOR BRINE WATER	\$1.25	/BBL	=	\$43.75
35 G-14 COST FOR FRESH WATER	\$0.85	/BBL	=	\$29.75
1 C-3 PERFORATE 3 HOLES INCLUDING	DEPTH CHARGE \$500,00		=	\$500.00
1 C-4 ADDITIONAL HOLES WHEN PERFO	ORATING, PER HOLE \$450.00		= .	\$450.00
110 B-5 ASTM TYPE C	\$13.00		=	\$1,430.00

Total Daily Cost = \$29,832.15

8 A-5 – DOUBLE DERRICK RIG	\$260.00 /HR \$300.00 /DAY	=	\$2,080,00 \$300,00
4 A-2 – CREW TRAVEL, ROUND TRIP TIME	\$175.00 /HR	=	\$700.00
4 G-5 NON-VACUUM TRUCK WITH DRIVER 120 BBL	\$85.00 /HR	=	\$340.00
-5 B-5 ASTM TYPE C	\$13.00	=	\$65.00
20 G-14 COST FOR FRESH WATER	\$0.85 /BBL	=	\$17.00
0 H-1 ALL ITEMS PROVIDED BY 3RD PARTY, HANDLING FEE(pate)	1.08	=	\$0.00

Total Daily Cost = \$33,334.15

PECEIVED 30-025-2140,

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INVOICE

HOBBS OCD 2008 JUN TRANSPER 1 41

Mayo Marrs Casing Pulling Inc. Box 863- Phone 586-2844 Kermit, Texas 79745

The contract of more property and the second

OIL CONSERVATION DIVISION/ARTESIA DISTRICT

STATE OF NEW MEXICO 1625 N. FRENCH DRIVE HOBBS, NEW MEXICO 88240

CHRIS WILLIAMS

Company: NMOCD

J.F. BLACK #5 Lease:

(SEE REPORT)

BID PRICE

\$68,227.54

NEW MEXICO SALES TAX

TOTAL SALVAGE

LEA

COUNTY

5.38%

DATE

INV. #

CONTRACT: # 70-521-00-02445

\$3,042.98

5/27/2008

08-5757-1

FINAL PLUGGING COST FOR THIS WELL

\$71,270.52

OK to Pay Chis William 6/3/08

NMOCD

Lease: Project: J.F. BLACK #5

P & A ATTN:

CHRIS WILLIAMS

505-393-9758

PUSHER -**FRANK**

Tracking # 08-5757-1

3/31/2008 SAFETY MEETING - SUPERVISOR LOCATE WELL - MOVE IN EQUIPMENT - RIG UP - SDFD

8 A-5 – DOUBLE DERRICK RIG	\$260.00	/HR ≃	\$2,080.00
1 A-1 – SUPERVISOR	\$300.00	/DAY . =	\$300.00
4 A-2 - CREW TRAVEL, ROUND TRIP TIME	\$175.00	/HR ≈	\$700.00
5 B-1.1 CEMENTING EQUIPMENT ON LOCATION/5 DAY M	INIMUM \$525.00	/DAY =	\$2,625.00
150 B-2 CEMENT EQUIPMENT TRAVEL, ROUND TRIP MILE	\$3.00	/MILE =	\$450.00
4 C-L1 WIRELINE UNIT ON LOCATION/4 DAY MINIMUM	\$250.00°	/DAY ==	\$1,000.00
150 C-2 WIRELINE TRAVEL, ROUND TRIP MILES	\$3.00	/MILE =	\$450.00
1 E-3.1 BOP RAM RENTAL 1 ¼", 1 ½", 2-1/16, 3 ½" FIRST 5	DAYS \$450.00	=	\$450.00
1 E-6.1 BOP COMPANION FLANGE/FIRST 5 DAYS	\$400.00	=	\$400.00
5 E-12 BLOW DOWN TANK WITH STEEL LINES/5 DAY MI	NIMUM \$125.00	/DAY =	\$625.00
6 G-1 TANDEM RIG UP TRUCK WITH DRIVER	\$125.00	/HR =	\$750.00
6 G-2 HELPER OR SWAMPER	\$25.00	/HR =	\$150.00
6 G-5 NON-VACUUM TRUCK WITH DRIVER 120 BBL	\$85.00	/HR =	\$510.00
2 C-5 GAUGE RING RUN IN TUBING OR CASING	\$200.00	. =	\$400.00
1 G-12 TEST EXISTING ANCHORS	\$500.00	=	\$500.00

Total Daily Cost = \$11,390.00

12 HRS 4/2/2008

SAFETY MEETING - RIH WITH GUAGE RING TO 3250' - RIH AND SET CIBP @ 3250' - POH - RIH WITH MMCPI TUBING TO 3250' - SPOT 35 SACKS ON TOP - CIRCULATE PLUGGING MUD - TEST CASING - NO TEST - CAL'BUDDY HILL - POH TO 2550 - SPOT 25 SACKS - POH - SDFD

2000 - 3FOT 20 SACKS - FOR - 30FD			
12 A-5 – DOUBLE DERRICK RIG	\$260.00 /HR	=	\$3,120.00
1 A-I - SUPERVISOR	\$300.00 /DAY	×	\$300.00
4 A-2 -CREW TRAVEL, ROUND TRIP TIME	\$175.00 /HR	=	\$700.00
22 B-7 SALT GEL, 50# BAG - FOB LOCATION	\$11.00	=	\$242.00
1 C-10.5 CIBP 7"	\$750.00	=	\$750.00
8 G-5 NON-VACUUM TRUCK WITH DRIVER 120 BBL	\$85.00 /HR	=	\$680.00
60 B-5 ASTM TYPE C .	\$13.00	=	\$780.00
80 G-15 COST FOR BRINE WATER	\$1.25 /BBL	=	\$100.00
30 G-14 COST FOR FRESH WATER	\$0.85 /BBL	=	\$25.50
13000 E-1.1 TUBING WORKSTRING, SIZE 2 3/8" EUE/4 DAY MINIMUM	\$0.04 /FT/DA	=	\$2,080.00
2089.6 H-1 ALL ITEMS PROVIDED BY 3RD PARTY, HANDLING FEE(pate)	· 1.08	=	\$2,256.79

\$22,424.29 Total Daily Cost =

10 HRS 4/3/2008

SAFETY MEETING - RIH AND TAG @ 2115' - PUMPED WATER CASING DID NOT TEST - CALL BUDDY - RIH WITH PACKER -FOUND HOLE IN CASING FROM 868' TO 837' - POH - RIH AND PERF @ 1800' - POH - RIH COULD NOT PUMP INTO IT - CALL BUDDY - RIH TO 1860' - SPOT 25 SACKS POH - WOC - SDFD

\$260.00	/HR	=	\$2,600.00
\$300.00	/DAY	=	\$300.00
\$175.00	/HR	=	\$700.00
\$85.00	/HR	. =	\$680.00
\$1.25	/BBL	=	\$56.25
\$0.85	/BBL	=	\$25.50
\$500.00		=	\$500.00
\$450.00			\$450.00
\$13.00		=	\$325.00
1.08		=	\$0.00
	\$300.00 \$175.00 \$85.00 \$1.25 \$0.85 \$500.00 \$450.00 \$13.00	\$450.00	\$300.00 /DAY = \$175.00 /HR = \$85.00 /HR = \$1.25 /BBL = \$0.85 /BBL = \$500.00 = \$450.00 = \$13.00 =

\$28,061.04 Total Daily Cost =

4/7/2008 9 HRS
SAFETY MEETING - RIH AND TAG @ 1488' - POH TO 930' - SPOT 25 SACKS - POH - PUMP 2 BBLS - WOC - RIH

SAFELY MEETING - RIH AND TAG @ 1488' - POH TO 930' - SPOT 25 SACKS - POH - PUMP 2 BBLS - WOC - RIH

AND TAG @ 752' - POH - RIH AND PERF @ 300' - RIH - COULD NOT PUMP INTO IT - CALL BUDDY - SDFD DUE

TO WIND

9 A-5 - DOUBLE DERRICK RIG

\$260.00 /HR = \$2,340.00

1 A-1 - SLIPER VISOR

\$300.00 /DAY = \$300.00

1.

1 A-I - SUPERVISOR \$300.00 /DAY \$300.00 \$175.00 /HR 4 A-2 - CREW TRAVEL, ROUND TRIP TIME = \$700.00 6 G-5 NON-VACUUM TRUCK WITH DRIVER 120 BBL \$85.00 /HR \$510.00 20 G-15 COST FOR BRINE WATER \$1.25 /BBL \$25.00 25 B-5 ASTM TYPE C \$13.00 \$325.00 20 G-14 COST FOR FRESH WATER \$0.85 /BBL \$17.00 1 C-3 PERFORATE 3 HOLES INCLUDING DEPTH CHARGE \$500.00 \$500.00 1 C-4 ADDITIONAL HOLES WHEN PERFORATING, PER HOLE \$450.00 \$450.00 1.08 = \$10,750.75 9954.4 H-1 ALL ITEMS PROVIDED BY 3RD PARTY, HANDLING FEE(CUATR

Total Daily Cost = \$43,978.79

4/8/2008 12 HRS

SAFETY MEETING - RIH TO 350' - CIRCULATE 35 SACKS TO SURFACE - RIG DOWN - DIG OUT CELLAR - CUT OFF WELL HEAD - INSTALL DRY HOLE MARKER - CLEAN UP LOCATION - SDFD

.12 A-5 – DOUBLE DERRICK RIG	\$260.00 /HR	. =	\$3,120.00
1 A-I – SUPERVISOR	\$300.00 /DAY	=	\$300.00
4 A-2 - CREW TRAVEL, ROUND TRIP TIME	\$175.00 /HR	=	\$700.00
15 G-14 COST FOR FRESH WATER	\$0.85 /BBL	=	\$12.75
6 G-5 NON-VACUUM TRUCK WITH DRIVER 120 BBL	\$85.00 /HR	=	\$510.00
35 B-5 ASTM TYPE C	\$13.00	=	\$455.00
4 G-10 WELDER, INCLUDING TRAVEL & EQUIPMENT/4 HR MINIMUN	\$50.00 /HR	=	\$200.00
1 G-11 P&A MARKER	\$175.00	=	\$175.00
4 G-7 BACKHOE SERVICES WITH OPERATOR/4 HR MINIMUM	\$50.00 /HR	=	\$200.00
17200 H-1 ALL ITEMS PROVIDED BY 3RD PARTY, HANDLING FEE(DAVID	1.08	=	\$18,576.00

Total Daily Cost = \$68,227.54

FECEIVED 30-025-2142

JUN n 3 2008 RECEIVED HOBBS OCE JUN

***** **INVOICE**

> Mayo Marrs Casing Pulling Inc. Box 863- Phone 586-2844 Kermit, Texas 79745

OIL CONSERVATION DIVISION/ARTESIA DISTRICT

STATE OF NEW MEXICO

1625 N. FRENCH DRIVE

HOBBS, NEW MEXICO 88240

ATTN:

CHRIS WILLIAMS

DATE INV.# 5/27/2008

08-5764-1

CONTRACT: # 70-521-00-02445

Company: NMOCD

Lease:

J.F. BLACK#6

(SEE REPORT)

BID PRICE

\$37,392,79

NEW MEXICO SALES TAX

LEA

COUNTY

5.38%

\$1,352.81

TOTAL SALVAGE

TUBING 2 3/8" @ \$0.30

2,400 /FT

(\$720.00)

FINAL PLUGGING COST FOR THIS WELL

\$38,025.60

Ok to pay Mus Albeliams 6/3/08

NMOCD

Lease: Project: J.F. BLACK #6

ATTN:

P & A CHRIS WILLIAMS FAX 505-393-9758

PUSHER - FRANK

Tracking # 08-5764-1

4/8/2008 12 HRS

SAFETY MEETING - SUPERVISOR LOCATE WELL - MOVE IN EQUIPMENT - RIG UP - ND WELLHEAD - NU BOP - UNSET PACKER - POH WITH 1 JOINT OF TUBING - SDFD

12 A-5 – DOUBLE DERRICK RIG	\$260.00	/HR	=	\$3,120.00
1 A-I - SUPERVISOR	\$300.00	/DAY	=	\$300.00
4 A-2 – CREW TRAVEL, ROUND TRIP TIME	\$175.00	/HR	=	\$700.00
5 B-1.1 CEMENTING EQUIPMENT ON LOCATION/5 DAY MINIMUM	\$525.00	/DAY	=	\$2,625.00
150 B-2 CEMENT EQUIPMENT TRAVEL, ROUND TRIP MILES	\$3.00	/MILE	. =	\$450.00
4 C-1.1 WIRELINE UNIT ON LOCATION/4 DAY MINIMUM	\$250.00	/DAY	=	\$1,000.00
150 C-2 WIRELINE TRAVEL, ROUND TRIP MILES	\$3.00	/MILE	=	\$450.00
1 E-3.1 BOP RAM RENTAL 1 ¼", 1 ½", 2-1/16, 3 ½" FIRST 5 DAYS	\$450.00		· =	\$450.00
1 E-6.1 BOP COMPANION FLANGE/FIRST 5 DAYS	\$400.00		=	\$400.00
5 E-12 BLOW DOWN TANK WITH STEEL LINES/5 DAY MINIMUM	\$125.00	/DAY	=	\$625.00
4 G-1 TANDEM RIG UP TRUCK WITH DRIVER	\$125,00	/HR	=	\$500.00
4 G-2 HELPER OR SWAMPER	\$25.00	/HR	. =	\$100.00
4 G-5 NON-VACUUM TRUCK WITH DRIVER 120 BBL	\$85.00.	/HR	=	\$340.00
2 C-5 GAUGE RING RUN IN TUBING OR CASING	\$200.00		=	\$400.00
1 G-12 TEST EXISTING ANCHORS	\$500.00		. =	\$500.00

Total Daily Cost = \$11,960.00

4/9/2008 12 HRS

SAFETY MEETING - CHANGE BOP RAMS TO 1:5" - CALL BUDDY - POH - RIH TO 3247' - SPOT 10 SACKS - POH - WOC - RIH AND TAG @ 2861' - POH - ND WELLHEAD - CAN NOT GET OF SLIPS - SDFD

. 12 A-5 – DOUBLE DERRICK RIG	\$260.00	/HR	-	=	\$3,120.00
1 A-I - SUPERVISOR	\$300.00	/DAY		=	\$300.00
4 A-2 ~ CREW TRAVEL, ROUND TRIP TIME	\$175.00	/HR		=	\$700.00
10 B-7 SALT GEL, 50# BAG - FOB LOCATION	\$11.00			=	\$110.00
6 G-5 NON-VACUUM TRUCK WITH DRIVER 120 BBL	\$85.00	/HR		=	\$510.00
10 B-5 ASTM TYPE C	\$13.00			=	\$130.00
10 G-15 COST FOR BRINE WATER	\$1.25	/BBL		=	\$12.50
10 G-14 COST FOR FRESH WATER	\$0.85	/BBL		=	\$8.50
 0 H-1 ALL ITEMS PROVIDED BY 3RD PARTY, HANDLING FEE(pate) 	1.08			=	\$0.00

Total Daily Cost = \$16,851.00

4/10/2008 5 HRS

SAFETY MEETING - OPEN UP WELL NO PRESSURE - RIH AND CUT TUBING @ 2400° - CAME APART AND OFF SLIPS - SDFD DUE TO WIND

5 A-5 – DOUBLE DERRICK RIG		\$260,00	/HR	=.	. \$1,300.00
1 A-1 – SUPER VISOR		. \$300.00	/DAY	=	\$300.00
4 A-2 - CREW TRAVEL, ROUND TRIP TIME		\$175.00	/HR	=	\$700.00
1 C-6 JET CUT TUBING (1 ¼ TO 2 7/8")		\$950.00		=	\$950.00

Total Daily Cost = \$20,101.00

SAFETY MEETING - WELD ON PULL NIPPLE TO TUBING - NU BOP - POH WITH 9 JOINTDS OF TUBING PARTED - RIH WITH MMCPI TUBING AND OVERSHOT - COULD NOT LATCH ON - CALL MARK W. - POH WITH OVERSHOT - SDFD 12 A-5 - DOUBLE DERRICK RIG \$260.00 /HR \$3,120.00 \$300.00 /DAY \$300.00 1 A-I - SUPERVISOR 4 A-2 - CREW TRAVEL, ROUND TRIP TIME \$175.00 /HR \$700.00 \$50.00 /HR \$200.00 4 G-10 WELDER, INCLUDING TRAVEL & EQUIPMENT/4 HR MINIMUN 2400 E-1.2 TUBING WORKSTRING, SIZE 1 1/4", U/4 DAY MINIMUM \$0.08 /FT/DA \$3.072.00

Total Daily Cost = \$31,411.54

/14/2008 11 HRS

3628.3 H-1 ALL ITEMS PROVIDED BY 3RD PARTY, HANDLING FEE(CHANC

SAFETY MEETING - CIRCULATE 65 SACKS FROM 270' TO SURFACE - RIG DOWN - DIG OUT CELLAR - CUT OFF WELL HEAD - INSTALL DRY HOLE MARKER - CLEAN UP LOCATION - SDFD

1.08

\$3,918.54

AA . A . DOUBLE DEDDICK DIG	6340.06 /UD	=	\$2,860,00
11 A-5 – DOUBLE DERRICK RIG	\$260.00 /HR	_	
1 A-I – SUPERVISOR	\$300,00 /DAY	=	\$300.00
4 A-2 - CREW TRAVEL, ROUND TRIP TIME	\$175.00 /HR	= .	\$700.00
25 G-14 COST FOR FRESH WATER	\$0.85 /BBL	=	\$21.25
8 G-5 NON-VACUUM TRUCK WITH DRIVER 120 BBL	\$85.00 /HR	=	\$680.00
65 B-5 ASTM TYPE C	\$13.00	=	\$845.00
4 G-10 WELDER, INCLUDING TRAVEL & EQUIPMENT/4 HR MINIMUN	\$50.00 /HR	=	\$200.00
1 G-11 P&A MARKER	\$175.00	=	\$175.00
4 G-7 BACKHOE SERVICES WITH OPERATOR/4 HR MINIMUM	\$50.00 /HR	=	\$200.00
0 H-1 ALL ITEMS PROVIDED BY 3RD PARTY, HANDLING FEE(DAVID	1.08	=	\$0.00

Total Daily Cost = \$37,392.79

30-025-00417 JUN 0 2 2000

****** **INVOICE** ******

JUN 0 3 2008 2008 JUN 6 * * * * * * * 41

HOBBS OCD

INVOICE

DATE

INV.#

CONTRACT: # 70-521-00-02445

Mayo Marrs Casing Pulling Inc. Box 863- Phone 586-2844 Kermit, Texas 79745

OIL CONSERVATION DIVISION/ARTESIA DISTRICT

STATE OF NEW MEXICO 1625 N. FRENCH DRIVE

HOBBS, NEW MEXICO 88240

CHRIS WILLIAMS

Company: NMOCD

J.F. BLACK #7 Lease:

(SEE REPORT)

BID PRICE

\$36,869.12

5/27/2008

08-5764-1

NEW MEXICO SALES TAX

TOTAL SALVAGE

LEA

COUNTY

5.38%

\$1,217.78

FINAL PLUGGING COST FOR THIS WELL

\$38,086,90

Of to Pay. Chief 6/3/08

NMOCD

Lease: Project: J.F. BLACK # 7

12 HRS

P & A

ATTN: CHRIS WILLIAMS

FAX 505-393-9758

PUSHER - FRANK

Tracking # 08-5764-1

/15/2008

SAFETY MEETING - SUPERVISOR LOCATE WELL - MOVE IN EQUIPMENT' - RIG UP - ND WELLHEAD - NU BOP - NO TUBING IN WELL - RIH WITH MMCPI TUBING TO 295' CALL BUDDY HILL - WORK TUBING DOWN TO 3300' - SDFD

12 A-5 – DOUBLE DERRICK RIG	\$260.00	/HR	=	\$3,120.00
1 A-I – SUPERVISOR	\$300.00	/DAY	=	\$300.00
4 A-2 – CREW TRAVEL, ROUND TRIP TIME	\$175.00	/HR	=	\$700.00
5 B-1.1 CEMENTING EQUIPMENT ON LOCATION/5 DAY MINIMUM	\$525.00	/DAY	=	\$2,625.00
150 B-2 CEMENT EQUIPMENT TRAVEL, ROUND TRIP MILES	\$3.00	/MILE	=	\$450.00
4 C-1.1 WIRELINE UNIT ON LOCATION/4 DAY MINIMUM	\$250.00	/DAY	=	\$1,000.00
150 C-2 WIRELINE TRAVEL, ROUND TRIP MILES	\$3.00	/MILE	=	\$450.00
1 E-3.1 BOP RAM RENTAL 1 ¼", 1 ½", 2-1/16, 3 ½" FIRST 5 DAYS	\$450.00		=	\$450.00
1 E-6,1 BOP COMPANION FLANGE/FIRST 5 DAYS	\$400.00		=	\$400.00
5 E-12 BLOW DOWN TANK WITH STEEL LINES/5 DAY MINIMUM	\$125.00	/DAY	=	\$625.00
4 G-1 TANDEM RIG UP TRUCK WITH DRIVER	\$125.00	/HR	=	\$500.00
4 G-2 HELPER OR SWAMPER	\$25.00	/HR	=	\$100.00
4 G-5 NON-VACUUM TRUCK WITH DRIVER 120 BBL	\$85,00	/HR	=	\$340.00
2 C-5 GAUGE RING RUN IN TUBING OR CASING	\$200.00		=	\$400.00
1 G-12 TEST EXISTING ANCHORS	\$500.00		=	\$500.00
3300 E-1.2 TUBING WORKSTRING, SIZE L 1/4", IJ/4 DAY MINIMUM	\$0.08	/FT/DA	=	\$4,224.00

Total Daily Cost = \$16,184.00

4/16/2008 10 HRS

SAFETY MEETING - SPOT 10 SACKS @ 3300' - POH - WOC - RIH AND TAG @ 2535' POH - SDFD

10 A-5 – DOUBLE DERRICK RIG	\$260.00 /HR	=	\$2,600.00
1 A-I – SUPERVISOR	\$300.00 /DAY	=	\$300.00
4 A-2 - CREW TRAVEL, ROUND TRIP TIME	\$175.00 /HR	=	\$700.00
5 B-7 SALT GEL, 50# BAG FOB LOCATION	\$11.00	=	\$55.00
. 4 G-5 NON-VACUUM TRUCK WITH DRIVER 120 BBL	\$85.00 /HR	=	\$340.00
10 B-5 ASTM TYPE C	\$13.00	=	\$130.00
10 G-15 COST FOR BRINE WATER	\$1.25 /BBL	=	\$12.50
15 G-14 COST FOR FRESH WATER	\$0.85 /BBL	=	\$12.75
367.01 H-1 ALL ITEMS PROVIDED BY 3RD PARTY, HANDLING FEE(pate)	1.08	=	\$396.37

Total Daily Cost = \$20,730.62

4/17/2008 12 HRS

SAFETY MEETING - ND BOP - NU WELLHEAD - NU BOP - RIH AND SPOT 10 SACKS @ 2300' - POH TO 1100 - PUMP 10 SACKS - POH - WOC - RIH AND TAG @ 1042' - OK'ED BY BUDY HILL - LAYDOWN 1 1/2" TUBING - RIH AND CUT TUBING @ 284' SDED

284' - SDFD	*			
12 A-5 – DOUBLE DERRICK RIG	\$260.00. /	'HR	=	\$3,120.00
1 A-I – SUPERVISOR	\$300.00 /	'DAY	=	\$300.00
4 A-2 – CREW TRAVEL, ROUND TRIP TIME	\$175.00 /	'HR	=	\$700.00
4 G-5 NON-VACUUM TRUCK WITH DRIVER 120 BBL	\$85.00 /	'HR	=	\$340.00
10 B-5 ASTM TYPE C	\$13.00		=	\$130.00
10 G-15 COST FOR BRINE WATER	\$1.25 /	BBL	=	\$12.50
15 G-14 COST FOR FRESH WATER	\$0.85 /	BBL	=	\$12.75
1 C-6 JET CUT TUBING (1 ¼ TO 2 7/8")	\$950.00		=	\$950.00

Total Daily Cost = \$26,295.87

4/18/2008 11 HRS
SAFETY MEETING - PUMP 60 SACKS - WELL DID NOT CIRCULATE - POH - WOC - RIH AND TAG @ 275' - POH - CALL OCD - PUMP 60 SACKS CIRCULATED TO SURFACE - SDFD

11 A-5 – DOUBLE DERRICK RIG	\$260.00 /HR	=	\$2,860.00
1 A-L - SUPERVISOR	\$300.00 /DAY	. =	\$300.00
4 A-2 - CREW TRAVEL, ROUND TRIP TIME	\$175,00 /HR	=	\$700.00
8 G-5 NON-VACUUM TRUCK WITH DRIVER 120 BBL	\$85.00 /HR	=	\$680.00
120 B-5 ASTM TYPE C	\$13,00	=	\$1,560.00
45 G-14 COST FOR FRESH WATER	\$0.85 /BBL	≃	\$38.25

Total Daily Cost = \$32,434.12

4/21/2008 11 HRS
SAFETY MEETING - RIG DOWN - DIG OUT CELLAR - CUT OFF WELL HEAD - INSTALL DRY HOLE MARKER - CLEAN UP LOCATION - START MOVING TRUCKS OUT

11 A-5 - DOUBLE DERRICK RIG	\$260.00 /HR	=	\$2,860.00
1 A-I - SUPERVISOR	\$300.00 /DAY	=	\$300.00
4 A-2 - CREW TRAVEL, ROUND TRIP TIME	\$175.00 /HR	=	\$700.00
4 G-10 WELDER, INCLUDING TRAVEL & EQUIPMENT/4 HR MINIMUN	\$50.00 /HR	=	\$200.00
1 G-II - P&A MARKER	\$175.00	=	\$175.00
4 G-7 BACKHOE SERVICES WITH OPERATOR/4 HR MINIMUM	\$50.00 /HR	=	\$200.00
0 H-1 ALL ITEMS PROVIDED BY 3RD PARTY, HANDLING FEE(DAVID	1.08	=	\$0.00

Total Daily Cost = \$36,869.12

30-025-03524

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INVOICE

2008 JUN 6 PM 1 HILVOICE

Mayo Marrs Casing Pulling Inc. Box 863- Phone 586-2844 Kermit, Texas 79745

OIL CONSERVATION DIVISION/ARTESIA DISTRICT

STATE OF NEW MEXICO

1625 N. FRENCH DRIVE

HOBBS, NEW MEXICO 88240

ATTN: CHRIS WILLIAMS

DATE 5/27/2008

INV. # 08-5772-1

CONTRACT: # 70-521-00-02445

Company: NMOCD

Lease:

NM B-2 STATE NCT 5#4

(SEE REPORT)

BID PRICE

\$34,339.41

NEW MEXICO SALES TAX

LEA

COUNTY

5.38%

\$1,462.17

TOTAL SALVAGE

L-2 RODS

RODS TUBING 1 1/2" @ \$0.10 139 RODS

3,475 /FT

(\$417.00) (\$347.50)

LI-I TUBING
FINAL PLUGGING COST FOR THIS WELL

\$35,037.08

Ox topay

6/6/08

NMOCD

Lease: NM B-2 STATE NCT 5 # 4

Project: P & A

ATTN: CHRIS WILLIAMS

FAX 505-393-9758

PUSHER -

FRANK

Tracking # 08-5772-1

4/29/2008

12 HRS

SAFETY MEETING - SUPERVISOR LOCATE WELL - MOVE IN EQUIPMENT - INSTALL NEW ANCHORS - RIG UP - POH WITH 25 RODS - SDFD

12 A-5 – DOUBLE DERRICK RIG	\$260.00 /HR	=	\$3,120.00
1 A-I - SUPERVISOR	\$300.00 /DAY	=	\$300.00
4 A-2 - CREW TRAVEL, ROUND TRIP TIME	\$175.00 /HR	=	\$700.00
5 B-1.1 CEMENTING EQUIPMENT ON LOCATION/5 DAY MINIMUM	\$525.00 /DAY	=	\$2,625.00
75 B-2 CEMENT EQUIPMENT TRAVEL, ROUND TRIP MILES	\$3.00 /MILE	=	\$225.00
4 C-1.1 WIRELINE UNIT ON LOCATION/4 DAY MINIMUM	\$250.00 /DAY	=	\$1,000.00
75 C-2 WIRELINE TRAVEL, ROUND TRIP MILES	\$3.00 /MILE	=	\$225.00
1 E-3.1 BOP RAM RENTAL 1 W", 1 W", 2-1/16, 3 W" FIRST 5 DAYS	\$450.00	=	\$450.00
1 E-6.1 BOP COMPANION FLANGE/FIRST 5 DAYS	\$400.00	=	\$400.00
5 E-12 BLOW DOWN TANK WITH STEEL LINES/5 DAY MINIMUM	\$125.00 /DAY	=	\$625.00
4 G-1 TANDEM RIG UP TRUCK WITH DRIVER	\$125.00 /HR	=	\$500.00
4 G-2 HELPER OR SWAMPER	\$25.00 /HR	=	\$100.00
4 G-5 NON-VACUUM TRUCK WITH DRIVER 120 BBL	\$85.00°/HR	=	\$340.00
2 C-5 GAUGE RING RUN IN TUBING OR CASING	\$200.00	=	\$400.00
1 G-12 TEST EXISTING ANCHORS	\$500.00	=	\$500.00
705.74 H-1 ALL ITEMS PROVIDED BY 3RD PARTY, HANDLING FEE(DAVID	. 1.08	=	\$762.20

Total Daily Cost = \$12,272.20

4/30/2008

-11 HRS

SAFETY MEETING - POH WITH 94 RODS ND WELLHEAD - NU BOP - SDFD DUE TO WIND

8 A-5 – DOUBLE DERRICK RIG	\$260.00 /HR	=	\$2,080.00
1 A-1 – SUPERVISOR	\$300.00 /DAY	=	\$300.00
4 A-2 – CREW TRAVEL, ROUND TRIP TIME	\$175.00 /HR	=	\$700.00

Total Daily Cost = \$15,352.20

5/1/2008 8 HRS SAFETY MEETING - POH WITH 2 STANDS - SDFD DUE TO WIND

2 A-5 – DOUBLE DERRICK RIG	. \$260	0.00 /HR	=	\$520:00
1 A-1 - SUPERVISOR	\$300	0.00 /DAY	=	\$300.00
4 A-2 - CREW TRAVEL ROUND TRIP TIME	\$175	.00" /HR	=	\$700.00

Total Daily Cost = \$16,872.20

5/2/2008 10 HRS

SAFETY MEETING - FINISH STRIPPING OUT OF HOLE - 139 RODS - 110 JOINTS OF 1 1/2" TUBING - RIH AND SPOT 15 SACKS @ 3465' - POH - SDFD

10 A-5 - DOUBLE DERRICK RIG	\$260.00 /HR .	=	\$2,600.00
1 A-I - SUPERVISOR	\$300.00 /DAY	=	\$300.00
4 A-2 – CREW TRAVEL, ROUND TRIP TIME	\$175.00 /HR	=	\$700.00
8 G-5 NON-VACUUM TRUCK WITH DRIVER 120 BBL	\$85.00 /HR	=	\$680.00
15 B-5 ASTM TYPE C	\$13.00	=	\$195.00
15 G-14 COST FOR FRESH WATER	\$0.85 /BBL	=	\$12.75

Total Daily Cost = \$21,359.95

5/5/2008 11 HRS

SAFETY MEETING - RIH AND TAG @ 2874' - CIRCULATE PLUGGING MUD - TEST CASING TO 300# - RIH AND PERF # 1900' - POH - COULD NOT GET A PAST 567 WITH 1.5" TUBING - CALL MARK WITH OCD - PUMP 45 SACKS DOWN 2 7/8" CASING - WOC - RIH AND TAG @ 1321' WITH WIRELINE - RIH AND PERF @ 260' - CIRCULATE 80 SACKS TO SURFACE - OUT 8 5/8" CASING - SDFD

11 A-5 - DOUBLE DERRICK RIG	\$260.00	/HR	=	\$2,860.00
1 A-L - SUPER VISOR	\$300.00	/DAY	Ξ	\$300.00
4 A-2 - CREW TRAVEL, ROUND TRIP TIME	\$175.00	/HR	=	\$700.00
2 C-3 PERFORATE 3 HOLES INCLUDING DEPTH CHARGE	\$500.00		Ξ	\$1,000.00
125 B-5 ASTM TYPE C	. \$13.00		=	\$1,625.00
40 G-14 COST FOR FRESH WATER	\$0.85	/BBL	=	\$34.00
30 G-15 COST FOR BRINE WATER	\$1.25	/BBL	=	\$37.50
8 G-5 - NON-VACUUM TRUCK WITH DRIVER 120 BBL	\$85.00	/HR	=	\$680.00
12 B-7 SALT GEL, 50# BAG – FOB LOCATION	\$11.00		=	\$132.00
46.46' H-1. ALL ITEMS PROVIDED BY 3RD PARTY, HANDLING FEE(pate)	1.08		=	\$914.18

Total Daily Cost = \$29,642.63

/6/2008 11 HRS

SAFETY MEETING - RIG DOWN - DIG OUT CELLAR - CUT OFF WELL HEAD - INSTALL DRY HOLE MARKER - CLEAN UP LOCATION - SDFD

11 A-5 ~ DOUBLE DERRICK RIG	\$260.00 /HR	=	\$2,860.00
1 A-1 ~ SÚPER VISOR	\$300.00 /DAY	=	\$300.00
4 A-2 - CREW TRAVEL, ROUND TRIP TIME	\$175.00 /HR	=	\$700.00
4 G-10 WELDER, INCLUDING TRAVEL & EQUIPMENT/4 HR MINIMUN	\$50.00 /HR	=	\$200.00
1 G-11 P&A MARKER	\$175,00	=	\$175.00
4 G-7 BACKHOE SERVICES WITH OPERATOR/4 HR MINIMUM	\$50,00 /HR	=	\$200.00
242.39 H-1 ALL ITEMS PROVIDED BY 3RD PARTY, HANDLING FEE(chance)	1.08	=	\$261.78

Total Daily Cost = \$34,339.41