MAYO MARRS CASING PULLING INC. BOX 863 KERMIT, TEXAS 79745

NEW MEXICO OCD HOBBS BID ID # 03-521-07-00199 CONTRACT # 03-521-0750-125

OPERATOR: LEIGH OPERATING Lease: CAUDILL STATE # 1

Project: P & A – CEMENTING REPORT

01-13-04 – SPOT 25 SXS @ 11866'-11536' TAG

01-13-04 - SPOT 25 SXS @ 11,536'-11296'

01-14-04 - SPOT 25 SXS @ 8371'-8146'

01-14-04 - SPOT 25 SXS @ 6546'-6305' 01-14-04 - SPOT 25 SXS @ 5035'-4795'

01-15-04 - PULL 3989' OF 5 1/2" CASING

01-15-04 - SPOT 40 SXS @ 4059'-3897' TAG

01-16-04 - SPOT 40 SXS @ 2077'-1957'

01-16-04 - SPOT 40 SXS @ 473'-351' TAG

01-19-04 - SPOT 20 SXS @ 60' TO SURFACE

INSTALL HOLE MARKER CIRCULATE 10# MUD

MAYO MARRS CASING PULLING INC. BOX 863 KERMIT, TEXAS 79745

NEW MEXICO OCD

SUPERVISOR-GALEN JENNINGS

CAUDILL STATE #1 OPERATOR: LEIGH OPERATING CO.

Project: P & A - CONTRACT 03-521-0750-0125

CONTRACT PRICE = \$ 15,995.00

MIRU - POOH WITH 354 RODS - CLOSE IN WELL

01-08-04

NDWH - NUBOP- RELEASE TAC - POOH WITH 270 JOINTS 2 7/8" TUBING LAYING DOWN -RIH WITH GAUGE RING & TAG @ 9043' - POOH - RIH WITH MMCPI WORKSTRING -

(6HRS)

RIH TO 9043' - POOH - CLOSE IN WELL

(6 HRS RIG)

01-12-04

(11 HRS)

RIH & TAG @ 6129' - WASH & DRILL TO 11,866' - LUCKY WELL SERVICE HAUL TWO LOADS CUTTINGS OFF - MMCP MIX 285 BBLS MUD - CIR. HOLE CLEAN - CLOSE IN WELL (8 HRS RIG, PUMP TRUCK, EXTRA WATER TO WASH & DRILL, HAUL OFF DRILLING FLUID)

01-13-04

SPOT 25 SXS @ 11,866' - POOH - WELL DID NOT CIRCULATE - WOC 4 HRS - RIH & TAG @ 11,536' - SPOT 25 SXS @ 11,536'-11,296' - POOH TO 8371' - CLOSE IN WELL

1-14-04

CIR. 10# MUD - SPOT 25 SXS @ 8371'-8146' - POOH - SPOT 25 SXS @ 6546'-6305' - POOH & SPOT 25 SXS @ 5035'-4795' - POOH - NDWH - WELD ON 5 1/2" PULL NIPPLE - SHUT DOWN

1-15-04

RIH & TAG @ 4720' - CUT CASING @ 3989'- LAY DOWN 98 JOINTS - RIH & SPOT 40 SXS @ 4059' – POOH – SHUT DOWN

1-16-04

RIH & TAG @ 3897' - POOH & SPOT 40 SXS @ 2077'-1957' - POOH & SPOT 40 SX @ 473' WITH 2 1/2% CACL -POOH - SHUT DOWN

1-19-04

RIH & TAG @ 351' - SPOT 20 SXS @ 60' TO SURFACE - RIG DOWN - CUT OFF WELLHEAD & ANCHORS - INSTALL DRY HOLE MARKER - COVER PIT & CELLAR - MOVE OUT