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

NEW MEXICO OCD

SUPERVISOR-FRANK RIVAS

Lease:

NORTHEAST CAPROCK QUEEN UNIT

Well:

14

Operator:

SIERRA BLANCA OPERATING CO.

Project:

P & A --

Contract: IFB #

04-521-0750-0116

40-521-07-00223

BID = \$13,573.00

9-10-04 (4)

MIRU – NUBOP – NO TUBING IN WELL – WELD ON WELLHEAD – NUBOP - RIH WITH GAUGE RING TO 10' – RIH WITH TUBING WITH KNOTCHED COLLAR – SPIN ON BRIDGE WITH TONGS & PUMP WATER – POOH – CLOSE IN WELL

3 HRS RIG TIME @ \$ 170.00/HR (DRILL & WASH)

..\$ 510.00

.. \$ 680.00 .. \$ 250.00

..\$

.. \$ 250.00 .. \$ 50.00

25.00

(DIGDL & WASII)

9-13-04 (10)

RIH WITH 4 ¾" BIT & SWIVEL – DRILL & CIRCULATE FROM 10' TO 150' – POOH WITH BIT – RIH OPEN ENDED & SPOT 25 SXS @ 2850' – POOH – CLOSE IN WELL

4 HRS RIG TO DRILL	
BIT & SWIVEL	
WATER FOR DRILLING	
PUMP TO DRILL & CIRCULATE	

9-14-04 (12)

RIH & TAG @ 2635' - CIRCULATE 9.5# MUD - HOLE IN CASING - POOH - RIH WITH PACKER TO 15' - POOH - RIH & SPOT 25 SXS @ 1473' - POOH - WOC - RIH & TAG @ 1234' - POOH - PERFORATE @ 350' - RIH & SPOT 25 SXS @ 400' - POOH - WOC - RIH & TAG @ 355' - BILL PRITCHARD WANTS TO RESET PLUG - SPOT 25 SXS @ 355' - POOH

1 HR RIG TO RESET PLUG		\$	170.00
PUMP TRUCK TO RESET PLUG			275.00

9-15-04 (5HRS)

RIH & TAG @ 170' – SPOT 20 SXS @ 170' TO SURFACE - RIG DOWN- CUT OFF WELLHEAD & ANCHORS – INSTALL DRY HOLE MARKER – COVER PIT & CELLAR – MOVE OUT

24 SXS CEMENT @ 10.00/SACK (BID 96 USED 120 SXS)

.. \$ 240.00

CREDIT:

COST = \$15,773.00

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NEW MEXICO OCD HOBBS BID ID # 40-521-07-00223 CONTRACT # 04-521-0750-0116

OPERATOR: SIERRA BLANCA OPERATING CO.
Lease: NORTHERST CAPROCK QUEEN UNIT # 14

Project: P & A – CEMENTING REPORT

09-13-04 - SPOT 25 SXS @ 2850'-2635' & TAG

09-14-04 - SPOT 25 SXS @ 1473'-1234' & TAG

09-14-04 - PERFORATE @ 350'-

09-14-04 - SPOT 25 SXS @ 400'-355' & TAG

09-14-04 - SPOT 25 SXS @ 355'-170' & TAG

09-15-04 - SPOT 20 SXS @ 170' TO SURFACE

INSTALL DRY HOLE MARKER CIRCULATE 10# MUD