OC FIELD

Conditions of approval, if any

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

SMITH & MARRS INC.

Lease: STATE HT "A" #1

API # 30-025-21329

Project: P & A – CEMENTING REPORT – C-103

07-18-05 - SET CIBP @ 9600' - DUMP 35' CEMENT ON TOP

07-19-05 - SPOT 25 SXS @ 6000'-5800'

07-22-05 - SPOT 40 SXS @ 4222'-4075' & TAG

07-25-05 - SPOT 40 SXS @ 2200'-2100'

07-25-05 - SPOT 80 SXS @ 415'-300' & TAG

07-26-05 – SPOT 40 SXS @ 300'-248' & TAG

07-26-05 - SPOT 35 SXS @ 60' TO SURFACE

PULLED 4172' OF 4 ½" CASING PULLED 365' OF 8 5/8" CASING

INSTALL DRY HOLE MARKER CIRCULATE 10# MUD