

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

NEW MEXICO OCD HOBBS
CONTRACT # 61-521-07-00277

OPERATOR: ADVANCED EXPLORATION

Lease: WAR DECK # 1 API # 30-025-30626

Project: P & A – CEMENTING REPORT

07-17-06 – SET CIBP @ 3750' – DUMP 5 SXS ON TOP TO 3700'

07-17-06 – PERFORATE @ 1704' – TEST TO 1000# - SPOT 25 SXS @ 1764'-1512' & TAG

07-18-06 - PULL 346' OF 5 ½" CASING

07-18-06 - SPOT 45 SXS @ 409'- 242' & TAG

07-18-05 - SPOT 20 SXS @ 60'TO SURFACE

INSTALL DRY HOLE MARKER

CIRCULATE 10# MUD

INVOICE

Mayo Marrs Casing Pulling Inc.
BOX 863
Kermit, Texas 79745

INVOICE

Date 07-28-05
INV. # 06-5378

OIL CONSERVATION DIVISION/HOBBS DISTRICT
STATE OF NEW MEXICO
1625 N. FRENCH DRIVE
HOBBS, NEW MEXICO 88240

COMPANY: ADVANCED EXPLORATION
LEASE: WAR DECK
WELL: # 1
API: # 30-025-30626
CONTRACT: # 61-521-07-00277

(SEE REPORT)

BID PRICE RATES \$ 17,106.50

LEA COUNTY NEW MEXICO TAX @ 5.375% . \$ 424.62
(\$ 7,900.00 LABOR ONLY)

\$ 17,531.12



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

NEW MEXICO OCD

SUPERVISOR-FRANK RIVAS

Lease: WAR DECK
Well: # 1
Operator: ADVANCED EXPLORATION, INC.
Project: P & A -
Contract: 61-521-07-00277

OGRID # 36979
API # 30-025-30626

07-13-06 (1.5 HRS)

OCD LOCATE WELL & ROAD DIRECTIONS - MOVE RIG TO LOCATION

1.5 HRS RIG @ \$ 240.00/HR	(A-5)	.. \$ 360.00
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7-14-06 (12 HRS)

MOVE IN TRUCKS - MOVE IN STEEL PIT - NDWH - NUBOP - POOH WITH 125 JOINTS 2 7/8" TUBING & PACKER

11 HRS RIG @ \$ 240.00/	(A-5)	.. \$ 2,640.00
SUPERVISOR	(A-1)	.. \$ 250.00
1 HR ROAD TIME @ \$ 150.00	(A-2)	.. \$ 150.00
STEEL PIT @ \$ 250.00/DAY/5 DAY MINIMUM	(E-13)	.. \$ 1,250.00
1 HR - TANDEM TRUCK	(G1)	.. \$ 125.00
1 HR HELPER (G-1 & 2 - MOVE IN STEEL PIT)	(G-2)	.. \$ 25.00
CEMENT EQUIPMENT MILEAGE (ROUND TRIP)	(B-2)	.. \$ 20.00

7-17-06 (12 HRS)

MOVE IN WIRELINE TRUCK - RIH WITH GAUGE RING TO 3750' - SET CIBP @ 3750' - DUMP 5 SXS CEMENT ON TOP - RIH WITH TUBING TO 3700' - CIR. 80 BBLs BRINE & 20 SXS SALT GEL - CLOSE BOP TEST CASING - 80# - POOH - NDWH - FREEPOINT CASING - 1 1/2" STETCH @ 80,000# - CALL OCD E.L. GONZALES - NUWH & BOP - PERFORATE @ 1704' - RIH WITH PACKER TO 1500' - TEST CASING TO 1000# - POOH WITH PACKER - RIH OPEN-ENDED & SPOT 25 SXS @ 1764' - POOH - SHUT IN

10 HRS RIG @ \$ 240.00/HR	(A-5)	.. \$ 2,400.00
SUPERVISOR	(A-1)	.. \$ 250.00
1 HR ROAD TIME @ \$ 150.00/	(A-2)	.. \$ 150.00
CEMENTING EQUIPMENT	(B-1.1)	.. \$ 2,000.00
WIRELINE TRUCK MILEAGE	(C-2)	.. \$ 20.00
WIRELINE TRUCK TO SET CIBP @ 3750'	(C-1.1)	.. \$ 800.00
WIRELINE TRUCK TO RUN GAUGE RING	(C-5)	.. \$ 200.00
5 1/2" CIBP	(C-10.4)	.. \$ 600.00
5 1/2" PACKER RENTAL	(D-2)	.. \$ 400.00
1 - PERFORATION @ 1704'	(C-3)	.. \$ 450.00
30 SXS CEMENT @ \$ 12.50/	(B-5)	.. \$ 375.00
20 SXS SALT GEL @ \$ 8.50/	(B-7)	.. \$ 170.00
4 1/2" CASING ELEVATORS TO PICK UP PIPE	(F-2)	.. \$ 100.00
6 HRS WATER TRUCK @ \$ 75.00/	(G-5)	.. \$ 450.00
60 BBLs FRESH WATER @ \$.65/	(G-14)	.. \$ 39.00
110 BBLs BRINE @ \$1.10/	(G-15)	.. \$ 121.00

7-18-06 (11 HRS)

RIH & TAG @ 1512' - POOH - NDBOP - INSTALL PULL NIPPLE - CUT CASING @ 346' - LAY DOWN 8 JOINTS 5 1/2" CASING - RIH & SPOT 45 SXS @ 409' - POOH - WOC - TAG @ 242' - POOH & SPOT 20 SXS @ 60' TO SURFACE - CUT OFF WELLHEAD & ANCHORS - INSTALL DRY HOLE MARKER - LEVEL LOCATION

10 HRS RIG @ \$ 250.00/	(A-5)	.. \$ 2,500.00
SUPERVISOR	(A-1)	.. \$ 250.00
1 HR ROAD TIME @ \$ 150.00/	(A-2)	.. \$ 150.00
65 SXS CEMENT @ \$ 12.50/	(B-5)	.. \$ 812.50
4 HRS WATER TRUCK	(G-5)	.. \$ 300.00
60 BBLs FRESH WATER	(G-14)	.. \$ 39.00
70 BBLs BRINE	(G-15)	.. \$ 77.00
5 HRS VACUUM TRUCK TO EMPTY PIT	(G-6)	.. \$ 390.00
DISPOSAL FEE (130 BBLs)	(H-1)	.. \$ 84.50
RENTAL ON 5 1/2" CASING SLIPS	(F-3)	.. \$ 100.00

MAYO MARRS CASING PULLING INC.
WARDECK # 1

1 - CASING CUT @ 346'	(C-8)	.. \$	500.00
WELDER TO CUT OFF	(G-10)	.. \$	180.00
DRY HOLE MARKER	(G-11)	.. \$	125.00
BACKHOE LEVEL LOCATION	(G-7)	.. \$	180.00

CREDIT:

3,750' OF 2 7/8" TUBING @ \$.35/FT	.. -	1,312.50
346' OF 5 1/2" CASING @ \$ 1.50/FT	.. -	519.00
WELLHEAD	.. -	50.00

COST TO DATE = \$ 17,106.50