

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

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

OPERATOR: GORDON M. CONE

Lease: MILLARD DECK STATE LEA 407 # 5

Project: P & A – CEMENTING REPORT

07-19-06 – SPOT 50 SXS @ 3843' – 3037' & TAG

07-20-06 – SPOT 25 SXS @ 1240'

PERFORATE @ 350' – SQUEEZE 75 SXS @ 350' TO SURFACE

INSTALL DRY HOLE MARKER

CIRCULATE 10# MUD

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

NEW MEXICO OCD

SUPERVISOR-FRANK RIVAS

Lease: MILLARD DECK STATE
Well: LEA 407 STATE # 5
Operator: GORDON M. CONE
Project: P & A -
Contract: 61-521-07-00277

API # 30-025-03535

07-19-06 (11 HRS)

LEVEL LOCATION - MOVE EQUIPMENT - MOVE IN STEEL PIT- RIG UP-
NDWH - NUBOP- RIH WITH TUBING TO 3843' - SPOT 50 SACKS - POOH - SHUT DOWN FOR NIGHT

11 HRS RIG @ \$ 240.00/HR	(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
BOP COMPANION FLANGE	(E-6.1)	.. \$ 400.00
50 SXS CEMENT @ \$ 12.50/	(B-5)	.. \$ 625.00
6 HRS WATER TRUCK @ \$ 75.00/	(G-5)	.. \$ 450.00
15 BBLS FRESH WATER @ \$.65/	(G-14)	.. \$ 9.75
40 BBLS BRINE @ \$1.10/	(G-15)	.. \$ 44.00

COST TO DATE = \$ 5,968.75

07-20-06 (11 HRS)

RIH WITH TUBING TAG PLUG @ 3307' - CIRC HOLE WITH PLUGGING MUD - PUMP 25 SACK PLUG @
1240' - PERF CASING @ 350' - ND BOP - NU TUBING HEAD - CIRULATE 75 SACKS CEMENT FROM 350
TO SURFACE LEAVING CASING FULL - INSTALL DRY HOLE MARKER - RDMO

11 HRS RIG @ \$ 240.00/HR	(A-5)	.. \$ 2,640.00
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
5 1/2" PACKER RENTAL	(D-2)	.. \$ 400.00
1 - PERFORATION @ 350'	(C-3)	.. \$ 450.00
100 SXS CEMENT @ \$ 12.50/	(B-5)	.. \$ 1,250.00
14 SXS SALT GEL @ \$ 8.50/	(B-7)	.. \$ 119.00
6 HRS WATER TRUCK @ \$ 75.00/	(G-5)	.. \$ 450.00
60 BBLS FRESH WATER @ \$.65/	(G-14)	.. \$ 39.00
60 BBLS BRINE @ \$1.10/	(G-15)	.. \$ 66.00
60 BBLS DISPOSEL GANDY GANDY	(H-1)	.. \$ 977.24
WELDER TO CUT OFF	(G-10)	.. \$ 180.00
DRY HOLE MARKER	(G-11)	.. \$ 125.00
BACKHOE LEVEL LOCATION	(G-7)	.. \$ 180.00

COST TO DATE = \$ 15,265.00