

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

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

OPERATOR: TAHOE ENERGY

Lease: BROWNIE # 1

Project: P & A – CEMENTING REPORT

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08-04-06 – SET CIBP @ 3,450' WITH 35' CEMENT

08-07-06 – SPOT 25 SXS @ 1298' – 1079' & TAG COULDN'T PUMP IN TO PERFS  
CIRCULATE 87 SXS CEMENT FROM 345 TO SURFACE IN/OUT CASING

INSTALL DRY HOLE MARKER

CIRCULATE 10# MUD

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

NEW MEXICO OCD

SUPERVISOR-FRANK RIVAS

Lease: BROWNIE  
Well: # 1  
Operator: TAHOE ENERGY  
Project: P & A -  
Contract: 61-521-07-00277

OGRID # 22100

08-03-06 (5 HRS)

MIRU - MOVE IN STEEL PIT - SHUT DOWN FOR NIGHT

5 HRS RIG @ \$ 240.00/HR	(A-5)	.. \$ 1,200.00
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-2)	.. \$ 25.00
1 HR HELPER (G-1 & 2 - MOVE IN STEEL PIT)	(G-2)	.. \$ 25.00
9 5/8" BOP COMPANION FLANGE	(E-6.1)	.. \$ 400.00

COST TO DATE = \$ 3,425.00

8-04-06 (12 HRS)

ND WELL HEAD - NU BOP - RIH WITH GAUGE RING AND TAG AT 3,450' - RIH WITH CIBP SET @ 3,450' - RIH WITH TUBING TO 3,450' - LOAD HOLE WITH PLUGGING MUD - CASING DID NOT TEST - FOUND HOLE IN CASING AT 345' - CLOSE IN WELL

13 HRS RIG @ \$ 240.00/	(A-5)	.. \$ 3,120.00
SUPERVISOR	(A-1)	.. \$ 250.00
TUBING RENTAL 3,450'	(E1.1)	.. \$ 552.00
3 HR ROAD TIME @ \$ 150.00/ HAUL IN TUBING	(A-2)	.. \$ 450.00
WIRELINE UNIT GAUGE RING RUN	(C-5)	.. \$ 200.00
WIRELINE UNIT	(C-1.1)	.. \$ 800.00
WIRELINE TRAVEL 25 MILES (ROUND TRIP)	(C-2)	.. \$ 50.00
CIBP	(C-10.4)	.. \$ 600.00
85 BBLs BRINE	(G-15)	.. \$ 93.50
8 HRS TRANSPORT CHARGE ON LOCATION	(G-5)	.. \$ 600.00
PACKER RENTAL	(D-1)	.. \$ 500.00

COST TO DATE = \$ 10,640.50

8-07-06 (13 HRS)

RIH AND SPOT 25 SXS ON TOP OF CIBP @ 3,450' - POOH - RIH WITH WIRELINE & PERF CASING @ 1,250' - RIH WITH TUBING & PACKER COULD NOT PUMP IN TO PERFS - CALL BUDDY HILL & SPOT 25 SACK PLUG 1,298' - WOC - TAG PLUG @ 1,079' - NDBOP - CIRCULATE 87 SXS FROM HOLE @ 345' TO SURFACE - OK BY GARY WINK

13 HRS RIG @ \$ 240.00/HR	(A-5)	.. \$ 3,120.00
SUPERVISOR	(A-1)	.. \$ 250.00
1 HR ROAD TIME @ \$ 150.00/	(A-2)	.. \$ 150.00
CEMENTING EQUIPMENT	(B-1.1)	.. \$ 2,000.00
CEMENT EQUIPMENT MILEAGE (ROUND TRIP)	(B-2)	.. \$ 20.00
112 SXS CEMENT @ \$ 12.50/	(B-5)	.. \$ 1,400.00
6 HRS WATER TRUCK @ \$ 75.00/	(G-5)	.. \$ 450.00
25 BBLs FRESH WATER @ \$.65/	(G-14)	.. \$ 16.25
80 BBLs BRINE @ \$1.10/	(G-15)	.. \$ 88.00
PERFORATE	(C-3)	.. \$ 450.00
WELDER TO CUT OFF	(G-10)	.. \$ 180.00
DRY HOLE MARKER	(G-11)	.. \$ 125.00
6 HRS VACUUM TRUCK TO EMPTY PIT	(G-6)	.. \$ 468.00
DISPOSAL FEE	(H-1)	.. \$ 65.00

COST TO DATE = \$ 19,422.75