30-025-28227

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

NM0CD KELLY H. BAXTER

Lease:

STATE WES # 1

OGRID#

Project: P & A

10/20/2006

SPOT 200 SACKS OF CEMENT @ 8253' - TAG @ 6740'

10/22/2006

SPOT 25 SACKS @ 5634'

SPOT 25 SACKS @ 4170' - TAG @ 3980'

10/25/2006

CUT 5-1/2" CASING @ 2600'

SPOT 40 SACKS @ 2650' - TAG @ 2487'

10/26/2006

PERF AND SPOT 75 SACKS @ 470' - TAG @ 348'

10/27/2006

CIRCULATE 20 FROM 60' TO SURFACE

PUMPED PLUGGING MUD BETWEEN ALL PLUGS **INSTALLED DRY HOLE MARKER**

MAYO MARRS CASING PULLING INC.

NMOCD

KELLY H. BAXTER Lease: STATE WES # 1

P&A Project: ATTN: **GARY WINK** OGRID#

FAX 505-393-9758 PUSHER - FRANK Tracking # 06-5434-1

10/19/2006 12 HRS

SUPERVISOR LOCATE WELL - MOVED IN EQUIPMENT - RIH WITH GUAGE RING AND TAG @ 8150' CALLED E.L. GONZALES - POOH - RIH WITH WORKSTRING TO 8440' - POOH - TUBING PLUGGED - CALLED E.L. GONZALES - POOH - UNPLUG TUBING RBIH - WITH 88 STANDS - SDFN

12 A-3 - SHALLOW RIG	\$240.00	/HR	=	\$2,880.00
3 A-2 - CREW TRAVEL, ROUND TRIP TIME	\$150.00	/HR	=	\$450.00
1 A-1 - SUPERVISOR	\$250.00	/DAY	=	\$250.00
80 B-2 CEMENT EQUIPMENT TRAVEL, ROUND TRIP MILES 2 UNITS	\$1.00	/MILE	=	\$80.00
40 C-2 WIRELINE TRAVEL, ROUND TRIP MILES	\$1.00	/MILE	=	\$40.00
6 G-1 TANDEM RIG UP TRUCK WITH DRIVER	\$125.00	/HR	=	\$750.00
6 G-2 HELPER OR SWAMPER	\$25.00	/HR	=	\$150.00
5 E-13 STEEL PIT / 5 DAY MINIMUM	\$250.00	/DAY	=	\$1,250.00
4 B-1.1 CEMENTING EQUIPMENT ON LOCATION/4 DAY MINIMUM	\$500.00	/DAY	=	\$2,000.00
8440 E-1.1 TUBING WORKSTRING, SIZE 2 3/8" EUE/4 DAY MINIMUM	\$0.04	/FT/DAY	=	\$337.60
4 C-1.1 WIRELINE UNIT ON LOCATION FOR EACH DAY USED/4 DAY MINIMUM	\$200.00	/DAY	=	\$800.00
1 E-3.1 BOP RAM RENTAL 1 1/2", 1 1/2", 2-1/16, 3 1/2"/FIRST 5 DAYS	\$450.00		=	\$450.00
6 G-4 TANDEM AXLE FLOAT	\$35.00	/HR	=	\$210.00

Total Daily Cost = \$9,647.60

10/20/2006 9 HRS TINZUIZUUS 3 FINS FINISH RIN TUBING TO 8253' - PUMP 120 BBLS BRINE WATER WITH GEL - NO CIRCULATION - SPOT 50 SACKS @ 8253' - WOC - RIH TO TAG - NO TAG - RIH WITH TUBING AND RESET 50 SACKS CEMENT - POOH WITH TUBING - SDFN

9 A-3 - SHALLOW RIG	\$240.00	/HR	=	\$2,160.00
3 A-2 - CREW TRAVEL, ROUND TRIP TIME	\$150.00	/HR	=	\$450.00
1 A-1 - SUPERVISOR	\$250.00	/DAY	=	\$250.00
30 B-7 SALT GEL, 50# BAG - FOB LOCATION	\$8.50	/SACK	=	\$255.00
40 G-14 COST FOR FRESH WATER	\$0.65	/BBL	=	\$26.00
140 G-15 COST FOR BRINE WATER	\$1.10	/BBL	=	\$154.00
9 G-5 NON-VACUUM TRUCK WITH DRIVER 120 BBL	\$7 5.00	/HR	=	\$675.00
100 B-3 ASTM TYPE II CEMENT, 94# SACK FOB LOCATION	\$12.50	/SACK	=	\$1,250.00
1 H - THIRD PARTY CHARGES (GANDY)	\$474.57		\$1.06	\$503.04

Total Daily Cost = \$15,370.64

10/23/2006

RIH TO TAG - NO TAG - CALLED E.L. GONZALES - SPOT 100 SACKS - PUH WITH TUBING - WOC - TAG @ 6740' - CALLED E.L. GONZALES - RIH AND CIRCULATE 40 BBLS GELLED BRINE - SDFN

11 A-3 - SHALLOW RIG	\$240.00	/HR	=	\$2,640.00
3 A-2 - CREW TRAVEL, ROUND TRIP TIME	\$150.00	/HR	=	\$450.00
1 A-1 - SUPERVISOR	\$250.00	/DAY	=	\$250.00
100 B-3 ASTM TYPE II CEMENT, 94# SACK FOB LOCATION	\$12.50	/SACK	=	\$1,250.00
9 G-5 NON-VACUUM TRUCK WITH DRIVER 120 BBL	\$75.00	/HR	=	\$675.00
30 G-14 COST FOR FRESH WATER	\$0.65	/BBL	=	\$19.50
50 G-15 COST FOR BRINE WATER	\$1.10	/BBL	=	\$55.00
1 H - THIRD PARTY CHARGES (GANDY)	\$647.95		\$1.06	\$686.83
5 B-7 SALT GEL, 50# BAG - FOB LOCATION	\$8.50	/SACK	=	\$42.50

Total Daily Cost = \$21,439.47

FINISH LOADING HOLE WITH 100 BBLS GELLED BRINE - SPOT 25 SACKS OF CEMENT @ 5634' - PUH WITHTUBING TO 4170' - SPOT 25 SACKS OF CEMENT - PUH WITHTUBING - WOC - RIH AND TAG @ 3980' - ND BOP - ND FLANGE - ORDERED TO LOADS OF BRINE FROM GANDY - SDFN

11 A-3 - SHALLOW RIG	\$240.00	/HR	=	\$2,640.00
3 A-2 - CREW TRAVEL, ROUND TRIP TIME	\$150.00	/HR	=	\$450.00
1 A-1 - SUPERVISOR	\$250.00	/DAY	=-	\$250.00
50 B-3 ASTM TYPE II CEMENT, 94# SACK FOB LOCATION	\$12.50	/SACK	=	\$625.00
50 G-14 COST FOR FRESH WATER	\$0.65	/BBL	=	\$32.50
11 G-5 NON-VACUUM TRUCK WITH DRIVER 120 BBL	\$75.00	/HR	=	\$825.00
1 D-2 PACKER RENTAL 4 1/3" OR 5 1/3" CASING	\$400.00	/WELL	=	\$400.00
30 B-7 SALT GEL, 50# BAG - FOB LOCATION	\$8.50	/ SACK	=	\$255.00

Total Daily Cost = \$26,916.97

10/25/2006 10 HRS

RIH CUT CASING @ 2600' - POOH WITH 62 JTS OF 5 1/2" RIH WITH TUBING TO 2650' - RIH WITH PACKER - SPOT 40 SACKS OF CEMENT- POOH - WOC - SDFN

10 A-3 - SHALLOW RIG	\$240.00	/HR	=	\$2,400.00
3 A-2 – CREW TRAVEL, ROUND TRIP TIME	\$150.00	/HR	=	\$450.00
1 A-1 - SUPERVISOR	\$250.00	/DAY	=	\$250.00
40 B-3 ASTM TYPE II CEMENT, 94# SACK FOB LOCATION	\$12.50	/SACK	=	\$500.00
6 G-5 NON-VACUUM TRUCK WITH DRIVER 120 BBL	\$75.00	/HR	=	\$450.00
1 C-7 JET CUT CASING (3 1/4 TO 7")	\$1,050.00		=	\$1,050.00
1 F-2 CASING ELEVATORS 4 1/3" THRU 8 5/8"/4 DAY MINIMUM	\$25.00	/DAY	=	\$25.00
1 F-3 CASING SLIPS 4 1/3" THRU 8 5/8"/4 DAY MINIMUM	\$25.00	/DAY	=	\$25.00
1 H - THIRD PARTY CHARGES (GANDY)	\$375.68		\$1.06	\$398.22

Total Daily Cost = \$32,465.19

10/26/2006 9 HRS

10/26/2006 9 HKS
RIH AND TAG @ 2487' - POOH - ND BOP AND FLANGES - E.L. GONZALES DOES NOT WANT TO PULL 8 5/8* - NU BOP - PERF @ 470' - RIH WITH
PACKER - PUMP 75 SACKS - WOC - RIH AND TAG @ 348' - SDFN

9 A-3 - SHALLOW RIG	\$240.00	/HR	=	\$2,160.00
3 A-2 - CREW TRAVEL, ROUND TRIP TIME	\$150.00	/HR	=	\$450.00
1 A-1 - SUPERVISOR	\$250.00	/DAY	=	\$250.00
1 C-3 PERFORATE 3 HOLES INCLUDING DEPTH CHARGE	\$450.00		=	\$450.00
9 G-5 NON-VACUUM TRUCK WITH DRIVER 120 BBL	\$75.00	/HR	=	\$675.00
75 B-3 ASTM TYPE II CEMENT, 94# SACK FOB LOCATION	\$12.50	/SACK	=	\$937.50
100 G-14 COST FOR FRESH WATER	\$0.65	/BBL	=	\$65.00
1 B-1.1 CEMENTING EQUIPMENT ON LOCATION/4 DAY MINIMUM	\$500.00	/DAY	=	\$500.00
1 C-1.1 WIRELINE UNIT ON LOCATION FOR EACH DAY USED/4 DAY MINIMUM	\$200.00	/DAY	=	\$200.00
4 C-1.1 WIRELINE UNIT ON LOCATION FOR EACH DAY USED/4 DAY MINIMUM	\$200.00	/DAY	=	\$800.00
1 F-2 CASING ELEVATORS 4 1/3" THRU 8 5/8"/4 DAY MINIMUM	\$25.00	/DAY	=	\$25.00
1 F-3 CASING SLIPS 4 1/3" THRU 8 5/8"/4 DAY MINIMUM	\$25.00	/DAY	#	\$25.00

Total Daily Cost = \$39,002.69

10/27/2006 12 HRS
CIRCULATE 20 SACKS TO SURFACE FROM 60' - ND FLANGE - ND BOP - RIG DOWN UNIT - DIG OUT CELLAR - CUT OFF WELLHEAD - INSTALL PA
MARKER - FILL IN CELLAR - CUT OFF ANCHORS - CLEAN LOCATION -START MOVING OUT - SDFN

12 A-3 - SHALLOW RIG	\$240.00 /HR	=	\$2,880.00
3 A-2 - CREW TRAVEL, ROUND TRIP TIME	\$150.00 /HR	=	\$450.00
1 A-1 - SUPERVISOR	\$250.00 /DAY	=	\$250.00
2 G-5 NON-VACUUM TRUCK WITH DRIVER 120 BBL	\$75.00 /HR	=	\$150.00
40 G-14 COST FOR FRESH WATER	\$0.65 /BBL	=	\$26.00
20 B-3 ASTM TYPE II CEMENT, 94# SACK FOB LOCATION	\$12.50 /SACK	=	\$250.00
4 G-7 BACKHOE SERVICES WITH OPERATOR/4 HR MINIMUM	\$45.00 /HR	=	\$180.00
4 G-10 WELDER, INCLUDING TRAVEL & EQUIPMENT/4 HR MINIMUM	\$45.00 /HR	=	\$180.00
1 G-11 P&A MARKER	\$125.00	=	\$125.00
1 F-2 CASING ELEVATORS 4 1/2" THRU 8 5/8"/4 DAY MINIMUM	\$25.00 /DAY	=	\$25.00
1 F-3 CASING SLIPS 4 1/3" THRU 8 5/8"/4 DAY MINIMUM	\$25.00 /DAY	=	\$25.00
1 H - THIRD PARTY CHARGES (GANDY)	\$585.78	\$1.06	\$620.93

Total Daily Cost = \$44,164.62