

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

NM0CD  
SABA ENERGY OF TEXAS

Lease: SAN SAMON STATE # 2  
Project: P & A

12/19/2006

SET CIBP @ 10890' WITH 50 SACKS OF CEMENT ON TOP

12/20/2006

CUT CASING @ 9000' DID NOT MOVE  
SPOT 30 SACKS @ 7980'  
SPOT 30 SACKS @ 5800' - TAG @ 5625'

12/21/2006

CUT 7" CASING @ 5015' - POOH

1/2/2007

SPOT 50 SACKS @ 5065' - TAG @ 4885'

1/3/2007

SPOT 40 SACKS @ 4800'  
SPOT 50 SACKS @ 1150' - TAG @ 1025'  
SPOT 40 SACKS @ 350'  
CIRCULATE 25 SACKS FROM 60' TO SURFACE

PUMPED PLUGGING MUD BETWEEN ALL PLUGS  
INSTALLED DRY HOLE MARKER

## MAYO MARRIS CASING PULLING INC

NMOOD  
 SABA ENERGY OF TEXAS  
 Lease: SAN SAMON STATE # 2  
 Project: P & A  
 ATTN: GARY WINK

OGRID #  
 FAX: 505-393-9758  
 PUSHER: FRANK  
 Tracking #: 05-5480-1

12/13/2006 11 HRS  
 SUPERVISOR LOCATE WELL - MOVED IN EQUIPMENT - RU PLUGGING EQUIPMENT - RU UNIT - SDFN

11 A-3 - SHALLOW RIG	\$240.00	/HR	=	\$2,640.00
2 A-2 - CREW TRAVEL, ROUND TRIP TIME	\$150.00	/HR	=	\$300.00
1 A-1 - SUPERVISOR	\$250.00	/DAY	=	\$250.00
180 B-2 CEMENT EQUIPMENT TRAVEL, ROUND TRIP MILES 2 UNITS	\$1.00	/MILE	=	\$180.00
90 C-2 WIRELINE TRAVEL, ROUND TRIP MILES	\$1.00	/MILE	=	\$90.00
7 G-1 TANDEM RIG UP TRUCK WITH DRIVER	\$125.00	/HR	=	\$875.00
8 G-2 HELPER OR SWAMPER	\$25.00	/HR	=	\$200.00
5 E-13 STEEL PIT / 5 DAY MINIMUM	\$250.00	/DAY	=	\$1,250.00
5 B-1.1 CEMENTING EQUIPMENT ON LOCATION 4 DAY MINIMUM	\$500.00	/DAY	=	\$2,500.00
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
9 G-4 TANDEM AXLE FLOAT	\$35.00	/HR	=	\$315.00
1 E-6.1 BOP COMPANION FLANGE / FIRST 5 DAYS	\$400.00		=	\$400.00
1 G-12 TEST EXISTING ANCHORS	\$500.00		=	\$500.00

Total Daily Cost = \$10,750.00

12/14/2006 10 HRS  
 OPEN WELL UP AND FLOW TO PIT FROM 7:30 - 11:30 TRIED TO KILL WELL - PRESSURED UP TO 1500# - OPEN WELL UP TO PIT - FLOW - PUMPED 90 BBLs OF BRINE - DID NOT KILL WELL - CLOSE IN WELL - ORDERED 3 LOADS OF BRINE FOR THE MORNING

11 A-3 - SHALLOW RIG	\$240.00	/HR	=	\$2,400.00
2 A-2 - CREW TRAVEL, ROUND TRIP TIME	\$150.00	/HR	=	\$300.00
1 A-1 - SUPERVISOR	\$250.00	/DAY	=	\$250.00
1 H-1 GANDY TICKETS	\$480.29	0%	=	\$508.11
1 H-1 CHANCE TOOLS TICKETS	\$521.75	0%	=	\$553.05

Total Daily Cost = \$14,782.16

12/15/2006 11 HRS  
 START FLOWING WELL - WOULDN'T DIE DOWN - ORDER AND PUMP 100 BBLs BRINE - DID NOT KILL WELL - ORDER AND PUMP ANOTHER 100 BBLs - KILL WELL - CAN NOT NIPPLE UP BOP NEED A CHANGE OVER - SDFD

11 A-3 - SHALLOW RIG	\$240.00	/HR	=	\$2,640.00
2 A-2 - CREW TRAVEL, ROUND TRIP TIME	\$150.00	/HR	=	\$300.00
1 A-1 - SUPERVISOR	\$250.00	/DAY	=	\$250.00
1 H-1 GANDY TICKETS	\$990.63	0%	=	\$1,050.07

Total Daily Cost = \$19,002.23

12/18/2006 11 HRS  
 NO PRESSURE ON WELL - NO WELLHEAD - NU BOP - RIH WITH ROTARY FREE POINT TOOLS - 100% FREE @ 10890' - CALL GARY WINK - CUT TUBING WORK TUBING FREE - POOH WITH 170 STANDS OF 2 3/8" TUBING - SDFD

11 A-3 - SHALLOW RIG	\$240.00	/HR	=	\$2,640.00
2 A-2 - CREW TRAVEL, ROUND TRIP TIME	\$150.00	/HR	=	\$300.00
1 A-1 - SUPERVISOR	\$250.00	/DAY	=	\$250.00
1 H-1 ROTORY TICKETS	\$5,291.03	0%	=	\$5,597.89
1 GANDY TICKETS	\$891.00	0%	=	\$944.45

Total Daily Cost = \$28,734.59

12/19/2006 11 HRS  
 WELL HAD 500 PSI - OPEN UP WELL - HAD TO PUMP 120 BBLs BRINE TO KILL WELL - RIH WITH CIBP AND SET @ 10890' - RIH TO CIBP WITH TUBING - PUMP PLUGGING MUD - SDFD

11 A-3 - SHALLOW RIG	\$240.00	/HR	=	\$2,640.00
2 A-2 - CREW TRAVEL, ROUND TRIP TIME	\$150.00	/HR	=	\$300.00
1 A-1 - SUPERVISOR	\$250.00	/DAY	=	\$250.00
225 G-15 COST FOR BRINE WATER	\$1.10	/BBL	=	\$247.50
8 G-5 NON-VACUUM TRUCK WITH DRIVER 120 BBL	\$75.00	/HR	=	\$600.00
1 C-5 GAUGE RING RUN IN TUBING OR CASING	\$200.00		=	\$200.00
1 C-10.4 CIBP 5 1/2"	\$900.00		=	\$900.00
78 B-7 SALT GEL, 50# BAG - FOB LOCATION	\$8.50	/SACK	=	\$663.00
1 H - THIRD PARTY CHARGES (GANDY)	\$1,104.08	\$1.00	=	\$1,233.92

Total Daily Cost = \$35,499.01

12/20/2006 11 HRS  
 FINISH LANDING WELL - TEST CASING TO 800# - SPOT 50 SACKS ON TOP OF CIBP AND 4 1/2" LINER TOP - BUDDY APPROVED COMING UP TO 7980' - SPOT 30 SACKS - PUN TO 5800' - SPOT 30 SACKS - POOH - WOC - SDFD

11 A-3 - SHALLOW RIG	\$240.00	/HR	=	\$2,640.00
2 A-2 - CREW TRAVEL, ROUND TRIP TIME	\$150.00	/HR	=	\$300.00
1 A-1 - SUPERVISOR	\$250.00	/DAY	=	\$250.00
18 B-7 SALT GEL, 50# BAG - FOB LOCATION	\$8.50	/SACK	=	\$153.00
8 G-5 NON-VACUUM TRUCK WITH DRIVER 120 BBL	\$75.00	/HR	=	\$675.00
110 G-15 COST FOR BRINE WATER	\$1.10	/BBL	=	\$121.00
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
1 E-6.2 BOP COMPANION FLANGE / ADDITIONAL DAYS	\$35.00	/DAY	=	\$35.00
20 G-14 COST FOR FRESH WATER	\$0.65	/BBL	=	\$13.00
110 B-3 ASTM TYPE II CEMENT, 94# SACK FOB LOCATION	\$12.50	/SACK	=	\$1,375.00
1 H - THIRD PARTY CHARGES (GANDY)	\$1,156.16	\$1.00	=	\$1,225.53

Total Daily Cost = \$42,955.54

12/21/2006 11 HRS  
 RIH AND TAG @ 5025' - POOH - DIG OUT CELLAR - NO BOP - NO FLANGE - WELD ON PULL NIPPLE - RIH AND CUT CASING @ 5015' - WILL NO NEXT FLANGE  
 IN THE MORNING TO SEE IF IT FREE

11 A-3 - SHALLOW RIG	\$240.00 /HR	=	\$2,640.00
2 A-2 - CREW TRAVEL, ROUND TRIP TIME	\$150.00 /HR	=	\$300.00
1 A-1 - SUPERVISOR	\$250.00 /DAY	=	\$250.00
0 H - THIRD PARTY CHARGES (GANDY)	\$365.86	\$1.06	\$0.00
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
1 E-8.2 BOP COMPANION FLANGE ADDITIONAL DAYS	\$35.00 /DAY	=	\$35.00
1 C-7 JET CUT CASING (3 1/4 TO 7)	\$1,050.00	=	\$1,050.00
0 G-5 NON-VACUUM TRUCK WITH DRIVER 120 BBL	\$75.00 /HR	=	\$450.00
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 H - THIRD PARTY CHARGES (PATE)	\$439.89	\$1.06	\$465.22

Total Daily Cost = \$49,206.76

12/22/2006 9 HRS  
 NO FLANGE - PULL ON CASING - PULLED FREE - POOH WITH 44 JTS 7" CASING - THREADS MUST HAVE BEEN AT MAXIMUM TORQUE - WILL FINISH PULLING  
 CASING JANUARY 2, 2007 - CREW TAKING 1 WEEK OF VACATION

9 A-3 - SHALLOW RIG	\$240.00 /HR	=	\$2,160.00
2 A-2 - CREW TRAVEL, ROUND TRIP TIME	\$150.00 /HR	=	\$300.00
1 A-1 - SUPERVISOR	\$250.00 /DAY	=	\$250.00
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
1 E-8.2 BOP COMPANION FLANGE ADDITIONAL DAYS	\$35.00 /DAY	=	\$35.00
4 F-2 CASING ELEVATORS 4 1/2" THRU 8 5/8" 4 DAY MINIMUM	\$25.00 /DAY	=	\$100.00
4 F-3 CASING SLIPS 4 1/2" THRU 8 5/8" 4 DAY MINIMUM	\$25.00 /DAY	=	\$100.00

Total Daily Cost = \$52,851.76

1/2/2007 12 HRS  
 FINISH POOH WITH CASING - 120 JTS OF 7" - NU FLANGES - NU BOP - RIH WITH TUBING TO 5085' - SPOT 50 SACKS - POOH - WOC - SDFD

12 A-3 - SHALLOW RIG	\$240.00 /HR	=	\$2,880.00
2 A-2 - CREW TRAVEL, ROUND TRIP TIME	\$150.00 /HR	=	\$300.00
1 A-1 - SUPERVISOR	\$250.00 /DAY	=	\$250.00
1 C-1.1 WIRELINE UNIT ON LOCATION FOR EACH DAY USED 4 DAY MINIMUM	\$200.00 /DAY	=	\$200.00
1 E-8.2 BOP COMPANION FLANGE ADDITIONAL DAYS	\$35.00 /DAY	=	\$35.00
4 G-5 NON-VACUUM TRUCK WITH DRIVER 120 BBL	\$75.00 /HR	=	\$300.00
1 B-1.1 CEMENTING EQUIPMENT ON LOCATION 4 DAY MINIMUM	\$500.00 /DAY	=	\$500.00
40 G-14 COST FOR FRESH WATER	\$0.95 /BBL	=	\$26.00
50 B-3 ASTM TYPE II CEMENT, 94# SACK FOB LOCATION	\$12.50 /SACK	=	\$625.00

Total Daily Cost = \$57,957.76

1/3/2007 12 HRS  
 SAFETY MEETING - RIH TAG @ 4885' - PUH TO 4800' - SPOT 40 SACKS - PUH TO 1150' - SPOT 50 SACKS - POOH - WOC - RIH AND TAG @ 1025' - PUH WITH  
 TUBING TO 350' - SPOT 40 SACKS - PUH TO 60' PUMP 25 SACKS CIRCULATING CEMENT TO SURFACE - DIG OUT CELLAR - CUT OFF WELL HEAD - INSTALL  
 DRY HOLE MARKER

12 A-3 - SHALLOW RIG	\$240.00 /HR	=	\$2,880.00
2 A-2 - CREW TRAVEL, ROUND TRIP TIME	\$150.00 /HR	=	\$300.00
1 A-1 - SUPERVISOR	\$250.00 /DAY	=	\$250.00
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
150 B-3 ASTM TYPE II CEMENT, 94# SACK FOB LOCATION	\$12.50 /SACK	=	\$1,875.00
1 E-8.2 BOP COMPANION FLANGE ADDITIONAL DAYS	\$35.00 /DAY	=	\$35.00
12 G-5 NON-VACUUM TRUCK WITH DRIVER 120 BBL	\$75.00 /HR	=	\$900.00
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

Total Daily Cost = \$55,455.26