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

NM0CD SIERRA BLANCA

Lease:

YOUNG DEEP UNIT # 16

Project:

P & A

1/29/2007

PERF @ 1200' AND PUMP 40 SACKS - TAG @ 1090'

2/9/2007

PERF @ 350' - CIRCULATED 125 SACKS TO SURFACE

PUMPED PLUGGING MUD BETWEEN ALL PLUGS INSTALLED DRY HOLE MARKER

MAYO MARRS CASING PULLING INC.

NMOCD SIERRA BLANCA YOUNG DEEP UNIT # 16

P & A GARY WINK

FAX 505-393-9758 PUSHER -FRANK Tracking # 07-5506-1

1/25/2007 9 HRS

SUPERVISOR LOCATE WELL - START MOVING IN MOVED IN EQUIPMENT -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
360 B-2 CEMENT EQUIPMENT TRAVEL, ROUND TRIP MILES 2 UNITS	\$1.00	/MILE		=	\$360.00
180 C-2 WIRELINE TRAVEL ROUND TRIP MILES	\$1.00	/MILE		=	\$180.00
9 G-1 TANDEM RIG UP TRUCK WITH DRIVER	\$125.00	/HR	_	=	\$1,125.00
9 G-2 HELPER OR SWAMPER	\$25.00	/HR	-	_ =	\$225.00

Total Daily Cost = \$4,750.00

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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
298	B-2 CEMENT EQUIPMENT TRAVEL, ROUND TRIP MILES 2 UNITS	\$1.00	/MILE		=	\$298.00
74	C-2 WIRELINE TRAVEL, ROUND TRIP MILES	\$1.00	/MILE		=	\$74.00
	G-1 TANDEM RIG UP TRUCK WITH DRIVER	\$125.00	/HR		=	\$1,000.00
	G-2 HELPER OR SWAMPER	\$25.00	/HR		=	\$200.00
1	E-13 STEEL PIT / 5 DAY MINIMUM	\$250.00	/DAY		=	\$250.00
4	B-1.1 CEMENTING EQUIPMENT ON LOCATION 4 DAY MINIMUM	\$500.00	/DAY		=	\$2,000.00
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 1/4", 1 1/2", 2-1/16, 3 1/2"/FIRST 5 DAYS	\$450.00			=	\$450.00
	G-4 TANDEM AXLE FLOAT	\$35.00	/HR		=	\$350.00
1	E-6.1 BOP COMPANION FLANGE/FIRST 5 DAYS	\$400.00			=	\$400.00
	G-12 TEST EXISTING ANCHORS	\$500.00			=	\$500.00
	C-3 PERFORATE 3 HOLES INCLUDING DEPTH CHARGE	\$450.00			=	\$450.00
15	8-7 SALT GEL, 50# BAG - FOB LOCATION	\$8.50	/ SACK		=	\$127.50
	B-3 ASTM TYPE II CEMENT, 94# SACK FOB LOCATION	\$12.50	/SACK		=	\$500.00
	H-1 GANDY TICKETS	\$1,176.46		6%	=	\$1,247.05

Total Daily Cost = \$16,496.55

10 HRS RIH AND TAG @ 1090' - POH - RIH AND PERF @ 350' - ND BOP - NU WELLHEAD - HAD TO FIX PUMP TRUCK - SDFD

6 A-3 - SHALLOW RIG	\$240.00 /HR	= \$1,440.00
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

\$19.086.55 Total Daily Cost =

2/9/2007 10 HRS
SAFETY MEETING - CIRCULATE 125 SACKS TO SURFACE IN AND OUT OF 7* CASING - DIG OUT CELLAR - CUT OFF WELL HEAD - INSTALL DRY HOLE
MARKER - FILL IN CELLAR - CUT OFF ANCHORS - MOVE OUT EQUIPMENT

6 A-3 - SHALLOW RIG	\$240.00 /HR	= :	\$1,440.00
3 A-2 - CREW TRAVEL, ROUND TRIP TIME	\$150.00 /HR	=	\$450.00
1 A-1 - SUPERVISOR	\$250.00 /DAY	=	\$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 PAA MARKER	\$125.00	=	\$125.00

Total Daily Cost = \$21,711.55