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

NM0CD SIERRA BLANCA

Lease:

YOUNG DEEP UNIT # 22

OGRID#

Project:

P & A

2/14/2007

SPOT 25 SACKS @ 2520' -TAG @ 2209'

2/15/2007

PERF @ 1072' - HELD 1000# - SPOT 25 SACKS @ 1134' - TAG @ 913' PERF @ 350' CURCULATING 125 SACKS TO SURFACE

PUMPED PLUGGING MUD BETWEEN ALL PLUGS INSTALLED DRY HOLE MARKER

MAYO MARRS CASING PULLING INC.

NMOCD

SIERRA BLANCA

Project: ATTN:

YOUNG DEEP UNIT # 22 P&A **GARY WINK**

OGRID#

FAX 505-393-9758 PUSHER - FR FRANK

Tracking # 07-5513-1

SUPERVISOR LOCATE WELL - MOVE IN EQUIPMENT - RD WELL HEAD - RU BOP - NO TUBING IN WELL - RIH WITH GAUGERING - TAG @ 1640' - CALL MAXEY - SDFN 6 A-3 - SHALLOWRIG 1.5 A-2 - CREWTRAVEL, ROUND TRIP TIME \$240.00 /HR \$1,440.00 \$225.00 \$150.00 /HR 1 A-1 - SUPERVISOR \$250.00 /DAY \$250.00 360 B-2 CEMENT EQUIPMENT TRAVEL, ROUND TRIP MILES 2 UNITS
180 C-2 WRELINE TRAVEL, ROUND TRIP MILES
9 G-1 TANDEM RIG UP TRUCK WITH DRIVER
9 G-2 HELPER OR SWAMPER
1 E-13 STEEL PIT / 5 DAY MINIMUM \$1.00 /MILE \$360.00 \$1.00 /MILE \$180.00 \$125.00 /HR \$1,125.00 \$25.00 /HR \$250.00 /DAY \$225 00 \$250.00 \$500.00 /DAY \$2,000.00 \$200.00 /DAY \$800.00

4 B-1.1 CEMENTING EQUIPMENT ON LOCATION/4 DAY MINIMUM
4 C-1.1 WRELINE UNIT ON LOCATION FOR EACH DAY USED/4 DAY MINIMUM 1 E-3.1 BOP RAM RENTAL 1 1/2, 1 1/2, 2-1/16, 3 1/2/FIRST 5 DAYS 6 G-4 TANDEM AXLE FLOAT 1 E-6.1 BOP COMPANION FLANGE/FIRST 5 DAYS \$450.00 \$450.00 \$35.00 /HR \$400.00 1 G-12 TEST EXISTING ANCHORS
1 C-5 GAUGE RING RUN IN TUBING OR CASING \$500.00 \$200.00

\$200.00

\$210.00 \$400.00 \$500.00

Total Daily Cost = \$8,615.00

RIH WITH MMCPI TUBING - RIH AND TAG @ 2520' - CALL MAXEY - CLOSE BOP - CANT PUMP IN TO IT - CALL MAXEY - SPOT 25 SACKS @ 2520' - POH -

8 A-3 - SHALLOWRIG 1.5 A-2 - CREWTRAVEL, ROUND TRIP TIME \$240.00 /HR \$1,920.00 \$150.00 /HR \$225.00 1 A-1 - SUPERVISOR
25 B-3 ASTM TYPE II CEMENT, 94# SACK FOB LOCATION
2520 E-1.1 TUBING WORKSTRING, SIZE 2 3/8" EUE/4 DAY MINIMUM \$250.00 /DAY \$250.00 \$12.50 /SACK \$312.50 \$0.04 /FT/DAY \$100.80

Total Daily Cost = \$11,423.30

6

2/15/2007

SAFETY MEETING - RIH AND TAG @ 2209' - LOAD HOLE WITH PLUGGING MUD - POH - RIH AND PERF @ 1072' - RIH WITH PACKER - CANT PUMP INTO IT - CALL MAXEY - POH - RIH AND SPOT 25 SACKS @ 1134' - POH - WOC - RIH AND-TAG @ 913' - POH - RIH AND PERF @ 350' - CIRCULATE 125 SACKS

TO SURFACE - SDFD	_		_
12 A-3 - SHALLOWRIG	\$240.00 /HR	=	\$2,880.00
1.5 A-2 - CREW TRAVEL, ROUND TRIP TIME	\$150.00 /HR	=	\$225.00
1 A-1 - SUPERVISOR	\$250.00 /DAY	=	\$250.00
12 G-5 - NON-VACUUM TRUCK WITH DRIVER 120 BBL	\$75.00 /HR	_=	\$900.00
8 B-7 - SALT GEL, 50# BAG - FOB LOCATION	\$8.50 / SACK	=	\$68.00
80 G-14 COST FOR FRESH WATER	\$0.65 /BBL	=	\$52.00
65 G-15 COST FOR BRINE WATER	\$1.10 /BBL	=	\$71.50
1 D-2 PACKER RENTAL 4 1/2" OR 5 1/2" CASING	\$400.00	=	\$400.00
2 C-3 PERFORATE 3 HOLES INCLUDING DEPTH CHARGE	\$450.00	=	\$900.00
2209 E-1.1 TUBING WORKSTRING, SIZE 2 3/8" EUE/4 DAY MINIMUM	\$0.04 /FT/DAY	=	\$88.36

Total Daily Cost = \$17,258.16

8 HRS SAFETY MEETING - DIG OUT CELLAR - CUT OFF WELL HEAD - INSTALL PA MARKER - COVER CELLAR- CUT OFF ANCHORS - TO WINDY TO RIG UNIT DOWN - START MOVING EQUIPMENT

•				
8 A-3 - SHALLOW RIG	\$240.00 /HR		=	\$1,920.00
1.5 A-2 - CREW TRAVEL, ROUND TRIP TIME	\$150.00 /HR		=	\$225.00
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 P&A MARKER	\$125.00		=	\$125.00
1 H-1 GANDY TICKETS •	\$355.40	6%	=	\$376.72

Total Daily Cost = \$20,514.88