

RIPPY SALES & SERVICE

PO. Box 667

Fruita, Colorado 81521

(303) 858-3736

5/27/97

Chandler & Associates, Inc
475 17th St. Suite 1000
Denver, CO 80202

Mr. Terry Cox,

Dear Terry,

As per our conversation my bids to plug the # 5-32-1-1 & the Gov't # 2-6 wells are as follows.

I will plug the # 5-32-1-1 for \$ 18000.00 & the # 2-6 for \$ 15000.00
If we recover any casing Rippy will retain it. Wellheads also.

Chandler will keep the surface equipment on the # 2-6.

If any bad loss circulation or heavy water flows are encountered Rippy will attempt to correct these for One 10 hr day. After 10 hrs if this has not been corrected by normal means Chandler will be billed for time & materials till corrected.

Chandler will be responsible for the rehab & also access to & from locations.

Rippy will call in a dailey report and keep in touch with the BLM during plugging.

Thank You,

W.J. Rippy Jr.
W.J. Rippy Jr.

Jim -
Here's Rippy's proposal. As discussed, let's proceed with this. I tried to reach Rippy about the 1 1/2" tubing on the #2-6, couldn't get him. I'll try again Monday.
Thankx
T