BISELL 0011

Construcciones e Ingeniería S.A. de C.V. / MWS MANAGEMENT, INC

Poza Rica, Veracruz, May 27, 2013. Reference: **Contract 424043804**

Oscar Hernandez Bartoluchi.
Contract Residency.
Gulf Tertiary Oil Integral Asset.
Northern Region Production Subdirectorate.
Present:



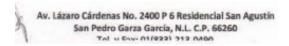
Carlos Carranza Rodriguez, in the capacity as Construction Superintendent, accredited and recognized in contract number 424043804, which covers for the "Integral Works for Land Well Interventions in the Northern Region (package I)", in response to your official letter number 227-21000-21600-1474-2013 dated May 22, 2013, I would like to state the following:

In which we are requested to "submit to this Residence of Contracts, the technical data sheet of the equipment of the work orders 01/8304/2013 and 02/8304/2013 for the wells to intervene Coyol 9331 (Bissell 1) and Humapa 1061 (Bissell 2), duly formalized, in addition to this, we were also asked to specify the current location of the equipment at that time and/or scheduled date of arrival in this city, and we are committed to have them prior to the start date, in order to comply with thecommitments under this contract and to avoid penalties for delay in starting thework, of which to date the work has not been started".

In the same way, we request you to inform us again as soon as possible, the reasons why the above mentioned equipment is not in the wells to be intervened".

Upon verifying the date of formalization of contract number 424043804, which covers the "Integral works for interventions to land wells in the Northern Region (package I)", it can be seen that it was signed by the parties on March 20, 2013, obliging our principals in their capacity as Contractor to execute the works object of the referred contract, in accordance with the work orders issued by the Entity, within the execution term of 195 calendar days, counted as of March 20, 2013 and with a completion date of September 30, 2013, in accordance with the provisions of clause FOURTH "TERM OF EXECUTION OF THE WORKS AND TIME FOR COMPLETION OF THE CONTRACT".

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EXECUTION OF WORK ORDERS" of the aforementioned contract, which to the letter reads:

CLAUSE FOUR: <u>TIME FOR EXECUTION OF THE WORK AND TIME FOR EXECUTION OF THE WORK ORDERS</u>

4.1- Execution Time

The **CONTRACTOR** undertakes to perform the Work object of this Contract in accordance with the Work Orders issued by **PEP**, within a performance period of 195 (One hundred ninety-five) calendar days, starting on March 20 (twenty), 2013 (two thousand thirteen), and with a completion date of September 30 (thirty), 2013 (two thousand thirteen).

4.2.- Place of execution of the Work Orders.

The CONTRACTOR undertakes to perform the Work object of the Work Orders issued by PEP, in the place of performance established for each case in the Work Orders themselves, as from the start date also specified therein.

It is important to point out that our principals, once the referred contract was signed, have not received any work order within the execution period foreseen in the Fourth Clause mentioned above, so we are waiting for the respective work order to be issued, which will allow us to comply with the corresponding contractual obligations.

Regarding the work orders <u>"01/B30412013"</u> and <u>"02/8304/2013"</u> referred to in your office, at no time since the formalization of the contract (March 20, 2013), have they been delivered to our principals, to intervene in the Cayol 9331 and Humapa 1061 wells.

Based on the foregoing, any contractual penalty referred to in your letter is unjustified, since our principals have not received to date any work order that obligates them to perform within the contractually established timeframe.

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Av. Lázaro Cárdenas No. 2400 P 6 Residencial San Agustín San Pedro Garza García, N.L. C.P. 66260

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On the other hand, my principals are obliged to comply with the contractual specifications, in particular with the provisions of paragraph 4 "SCOPE OF WORK AND OBLIGATIONS OF THE CONTRACTOR" of annex "DT-2" "GENERAL AND SPECIFIC SPECIFICATIONS", that he contract clearly and in detail states that the Entity shall deliver to the Contractor the user bases or basic information of the well at least fifteen (15) days prior to the beginning of the drilling of the well and the Contractor shall prepare and submit to the Entity's representative personnel, for its approval, the detailed program of the integral drilling works at least eight (8) days prior to the beginning of the drilling of each one of the wells, a contractual provision that reads as follows:

4.-SCOPE OF WORK AND OBLIGATIONS OF THE CONTRACTOR.

4.1.- DRILLING WORKS.

4.1.1.- The CONTRACTOR must perform, at its own expense, all the Works to carry out the complete well drilling works, all in accordance withthe standards and best practices of the Petroleum Industry, as well aswith the specifications of the Contract. PEP shall deliver to the CONTRACTOR the user bases or basic well information at least fifteen (15) days prior to the start of the drilling of the well and the CONTRACTOR shall prepare and submit to PEP's representatives, for their approval, the detailed program of the integral drilling works at least eight (8) days prior to the start of the drilling of the well, and the CONTRACTOR shall prepare and submit to PEP's representatives, for their approval, the detailed program of the integral drilling works at least eight (8) days prior to the start of the drilling of the well.

In this sense, in order for my principals to perform the work under the contract, they are obliged to comply with the specifications set forth in the aforementioned contract, in accordance with the standards and best practices of the oil industry.

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I do not omit to state that I have attended and continue to attend the operation meetings held in the Department of Well Design and Engineering, as shown in the attendance logs of the watchman and in the place where the meetings are held, fifth floor, with the purpose of being assigned and/or delivered the aforementioned locations, as well as the user bases of the above mentioned wells, with the purpose of elaborating the operative programs for the execution of said wells, reason forwhich the equipment has not been mobilized to carry out the start up chek list, as established in the contract in question.

I would like to take this opportunity to send you my best regards.

ATENTAMENTE

Carlos Carranza Rodriguez
Construction Superintendent

C. c. Nicolas Rodriguez Saucedo. - Project Services Manager, Northern Region.
 Juan Lorenzo Gonzalez Montemayor - Assistant Manager of Contract Services. Northern Region. Juan Manuel Riaiño Caraza. - AIATG Administrator.
 Jose Guadalupe Lopez Hernandez. - Chief of Well Design and Engineering, AIATG.



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