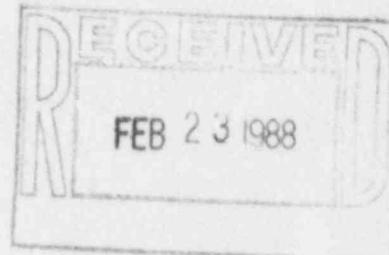


SPESS OIL COMPANY, INC.

220 NORTH BROADWAY  
CLEVELAND, OKLAHOMA 74020  
(918) 358-3521



February 15, 1988

*License: 35-17186-02*

*30-19498*

Mr. Bill Fisher  
U.S. NRC  
611 Ryan Plaza Drive  
Suite 100  
Arlington, Texas 76011

Dear Mr. Ryan:

I have enclosed a profit and loss statement covering Precision Logging and Perforating for the year ending December 31, 1987. This is in response to your request for Precision to provide the NRC with documentation as to the bad economic times we have been experiencing.

Should additional information be needed, please feel free to contact me.

Very truly yours,

PRECISION LOGGING & PERFORATING

  
Greg Sparks

GS/cd  
enclosure

88-380

8803220013 880215  
REG4 LIC30  
35-17186-02 DCD

*11/1002*

## PRECISION LOGGING &amp; PERF.

PROFIT AND LOSS STATEMENT  
DEC. 31, 1987

	CURRENT PERIOD		YEAR TO DATE	
	AMOUNT	%	AMOUNT	%
INCOME				
SALES - CUSTOMERS	6,450.00	100.00	57,507.00	92.79
SPESS OIL	.00	.00	4,470.00	7.21
TOTAL INCOME	6,450.00	100.00	61,977.00	100.00
COST OF SALES				
GROSS MARGIN	6,450.00	100.00	61,977.00	100.00
EXPENSES				
SALARIES - REGULAR	1,400.00	21.71	18,447.50	29.77
BONUS	218.00	3.38	2,450.12	3.93
PAYROLL TAXES	115.69	1.79	1,861.08	3.00
OUTSIDE LABOR	2,440.00	37.83	2,440.00	3.94
UNIFORMS	.00	.00	173.68	.28
ADVERTISING	83.46	1.29	134.26	.22
BAD DEBT EXPENSE	.00	.00	3,816.26	6.16
TRAVEL & ENTERTAINMENT	56.32	.87	538.23	.90
FUEL, GAS, & OIL	155.53	2.41	2,960.59	4.78
FREIGHT	28.60	.44	214.64	.33
REPAIRS & SUPPLIES	1,042.27	16.16	21,485.27	34.67
INSURANCE WORKMEN'S COMP.	.00	.00	6,162.20	9.94
INSURANCE - HOSPITALIZATION	79.68	1.24	931.84	1.50
TAXES	1,008.49	15.64	1,080.47	1.74
MISCELLANEOUS	839.00	13.01	5,309.40	8.57
DEPRECIATION EXPENSE	2,954.84	45.81	35,457.92	57.21
UTILITIES	23.60	.37	1,241.80	2.00
TELEPHONE	184.25	2.86	2,267.00	3.66
RENTS	165.80	2.57	1,102.71	1.78
OVERHEAD EXPENSES	1,216.31	18.86	6,554.13	10.58
TOTAL EXPENSES	12,011.84	186.23	114,649.12	184.99
TOTAL EXPENSES	12,011.84	186.23	114,649.12	184.99
NET INCOME (LOSS)	( 3,561.84)	86.23	( 52,672.12)	84.99
ADDITIONS TO INCOME				
CASH DISCOUNTS	.00	.00	167.10	.27
INTEREST EARNED	.00	.00	53.31	.09
OTHER	250.00	3.88	1,500.00	2.42
TOTAL ADDITIONS TO INCOME	250.00	3.88	1,720.61	2.78
NET INCOME (LOSS)	( 5,311.84)	82.35	( 50,951.51)	82.21