

**UNIVERSAL
COMPRESSION**

FACSIMILE TRANSMITTAL SHEET

TO: John Stovall FROM: Elis Plaurance
COMPANY: EDG DATE: 6/11/03
FAX NUMBER: 455-0868 TOTAL NO. OF PAGES INCLUDING COVER: 14
PHONE NUMBER: 455-0858 SENDER'S REFERENCE NUMBER:
RE: Chvron Pipeline YOUR REFERENCE NUMBER:

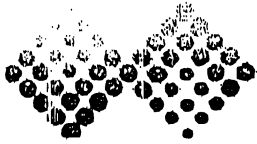
☐ URGENT ☒ FOR REVIEW ☐ PLEASE COMMENT ☐ PLEASE REPLY ☐ PLEASE RECYCLE

NOTES/COMMENTS:

John,
Here is our offering for the CPL abandonment project.
You will find several performance runs in this info.
We took several cases as single stage and several
two stage to check performance across the range
you provided. I hope this information is sufficient.
If you have any questions contact me at 504-730 7074
or Chuck Drisnet at 337-837-1175.

2206 ENGINEERS ROAD
BELLE CHASSE, LA 70056

TECHNICAL COMPRESSION SV FAX 504.392.1335

**UNIVERSAL COMPRESSION, INC.**

2206 ENGINEERS RD. P.O. BOX 548 BELLE CHASSE LA. 70037
TELEPHONE: 504-392-2600 FAX: 504-392-1325

June 10, 2003

Mr. John Stovall

EDG

One Lakeway Center Suite 700
3900 N. Causeway Blvd.
Metairie, LA 70002

Subject: Rental Compressor for CPL pipeline evacuation.

Dear Mr. Stovall,

Universal Compression is pleased to provide the following information for your consideration.

We propose to provide a Caterpillar 399TA with a Dresser 0F5HUZ single stage/two stage compressor with performances per attached Dresser performance documents.

Due to the unknown time frame in which the suction conditions will change, UCI will have to provide twenty-four hour (24) mechanical supervision during the pipeline evacuation period. This will ensure that someone will be on sight to attend to changes in suction conditions as they occur. Some mechanical down time is to be expected during the change from single stage operation to two-stage operation.

Compressor rental will be in accordance with the attached rental contract/quote.

Labor for mechanical supervision during pipeline evacuation period as mentioned above is **\$1612.44** per day.

Clarifications:

Pricing is exclusive of any applicable taxes.

Pricing is exclusive of freight from UCI facility in Broussard, LA. Chevron Pipeline will be responsible for freight to and from job site as noted in the rental contract/quote.

Performance data provided for several cases and conditions. Rental contract is written for single stage service performance data.

UCI appreciates the opportunity to provide this proposal. Should you have any questions or need additional information, please contact me at 504-430-7074.

Sincerely,
Universal Compression

Eloi Plaisance
Account Manager

Cc Bernard Capello
Chuck Dror et

RENTAL QUOTE/CONTRACT**SCHEDULE 'A' TO GAS COMPRESSOR EQUIPMENT MASTER RENTAL AGREEMENT**

Customer: Chevron Pipeline

Date: 6/10/02

Attention: _____

Quote # ECP06102003

In accordance with your request, we are pleased to offer the herein described gas compressor rental unit for your application on the CPL lease in, Pascagoula, Miss. This unit is capable of the following estimated performance. Actual field operating conditions can cause actual compressor capacities to vary.

Unit # 51681 Frame DR0F5HU2 Engine Cat399TA Cylinders One (1) 6.5" and One (1) 6"

SUCTION PRESSURE	PSIG	<u>600</u>		
DISCHARGE PRESSURE	PSIG	<u>900</u>		
CAPACITY *	MMSCFD	<u>37</u>		
COMPRESSOR	BHP	<u>260.9</u>	<u>209.7</u>	
OPERATING	RPM	<u>1000</u>		
INTAKE TEMPERATURE	°F	<u>146</u>		
	SPECIFIC GRAVITY		<u>0.65</u>	
	ALTITUDE	FT	<u>50</u>	
H ₂ S	CONTENT	(PPM)	<u>0</u>	
AMBIENT	TEMP.	°F	<u>100</u>	

* These capacities are guaranteed $\pm 3\%$ for the above design conditions. However, since performance is dependent upon specific conditions of operation, the capacities cannot be represented for conditions other than those listed above.

Delivery can be made in Two (2) weeks from date of execution of this Schedule but is subject to prior sale or rental and credit approval.

is \$12812 per month, plus sales taxes for a minimum of One (1) months guaranteed.

(This quote is valid for a period of 30 days. Please check with Universal Compression, Inc. prior to ordering after 30 days has expired.)

Optional equipment: N/A at _____ /Month.

The rent shall be payable monthly in advance at UCI's Houston office, commencing from the date of shipment or 15 days after unit is ready, whichever occurs first. Upon expiration of the minimum term, such rental shall continue from month to month. Either party may terminate this agreement at the expiration of the minimum term upon thirty (30) days written notice prior to such expiration or upon thirty (30) days prior written notice thereafter. Rentals shall cease at the expiration of such thirty (30) days, provided Customer has returned the equipment to UCI's designated terminal.

When executed by Universal Compression, Inc. (Universal) and Lessee below, this Schedule A shall apply to the UNIVERSAL COMPRESSION, INC. GAS COMPRESSOR EQUIPMENT MASTER RENTAL AGREEMENT executed by Lessee dated as shown below, (the "Master Agreement"); and upon execution, this Schedule 'A' and the Customer and Universal Responsibilities (as stated in page 2 of this document) shall be incorporated as a part of the Master Agreement whether or not attached thereto, and shall be deemed an individual agreement between the parties for the Equipment described herein, upon the terms and conditions stated herein and in the Master Agreement.

Master Agreement Date: _____

Exceptions or adders to the terms and conditions in this agreement are as follows:

The Provisions attached on Page 3 of this Schedule 'A' are incorporated into this Agreement.
Requires Twenty-Four hour mechanical supervision

Freight Charges To Lease From	<u>Lafayette to Pascagoula</u>	Paid for by	<u>Chevron Pipeline</u>
Freight Charges From Lease To	<u>Pascagoula to Lafayette</u>	Paid for by	<u>Chevron Pipeline</u>

Quote #:

CUSTOMER AND UNIVERSAL COMPRESSION, INC. RESPONSIBILITIES

Universal Compression and Customer shall furnish the equipment, supplies and services respectively as indicated below.

	<u>UCI</u>	<u>Furnished by Customer</u>
Gas-liquid separator immediately upstream of compressor inlet	—	<u>X</u>
All fees, assessments and taxes (including ad valorem which will not be prorated) applicable to rental equipment	—	<u>X</u>
Site preparation, including suitable sand or gravel pad	—	<u>X</u>
Valves and piping to suction and discharge flanges, and fuel gas inlet(s) of compressor(s) ..	—	<u>X</u>
Suction to discharge bypass piping and suction pressure control valve (if required)	—	<u>X</u>
All other installation expense	—	<u>X</u>
Initial installation supervision and start-up time	<u>X</u>	—
Competent and prudent equipment operator to perform routine daily inspections and operations	—	<u>X</u>
Preventive maintenance, inspections and repairs to all engines, compressors and accessory parts	<u>X</u>	—
All repairs caused by Customer's negligence or failure of Customer's equipment	—	<u>X</u>
Lubricants in accordance with UCI's requirements	—	<u>X</u>
Anti-freeze	—	<u>X</u>
Fuel gas with 950 to 1100 BTU/cu. Ft. and no more than 4 ppm H ₂ S	—	<u>X</u>
Air/gas pressure of with sufficient pressure and volume for engine starting	—	<u>X</u>
Removal of all free liquids and solids from gas before compression	—	<u>X</u>
Collection and disposal of all liquids from skid drains and liquids incidental to compressor operations	—	<u>X</u>
Equipment site with ingress and egress	—	<u>X</u>
Site fencing (if required)	—	<u>X</u>
Disconnection of equipment and site restoration expenses	—	<u>X</u>
90% mechanical availability guarantee	<u>X</u>	—
Any and all necessary equipment, supplies, and services not specifically indicated above	—	<u>X</u>
Physical loss insurance as indicated in Equipment Master Rental Agreement	—	<u>X</u>

Third party services or materials not listed above as UCI responsibilities which are furnished by UCI at Customer's request will be charged to Customer at actual cost plus 20%.

UCI services or materials not listed above as UCI responsibilities which are furnished by UCI at Customer's request will be charged to Customer at UCI's prevailing standard rates.

Submitted by _____

Eloi Plaisance
Account Manager

Return original and all correspondence to:
Universal Compression, Inc.

P.O. Box 40009

Houston, TX 77240

Telephone: (713) 466-4103 or (800) 234-4650

BY: _____

Title: _____

Accepted this ____ day of _____, 200

Additional Provisions of Schedule 'A'

1. **Inspection and Acceptance.** Lessee acknowledges all Equipment rented hereunder and specified in the Schedule(s) is of the size, design and capacity selected for the operating conditions furnished to Lessor by Lessee and is suitable for Lessee's purposes. Lessee acknowledges that Lessor is not the manufacturer or supplier of the Equipment and any quotations or recommendations made by Lessor are based on information supplied by Lessee and the manufacturer or supplier of the Equipment.
2. **Written Consent.** Without the express written consent of Lessor, Lessee will not permit: (i) the installation or any accessory or device on the Equipment which would impair its original intended function; or (ii) the detachment or alteration of any identification or insignia placed on the equipment by Lessor. Any accessory or device installed and any repair or alteration made by Lessee on the Equipment shall become a part of the Equipment and the property of Lessor.
3. **Owner Agreement.** Title of the Equipment shall at all times remain with Lessor, an affiliate of Lessor or a third party for leasing to Lessee pursuant to a lease agreement or other contractual arrangement (each, an "Owner Agreement") but in no event with Lessee. This Agreement is subject and subordinate to the terms of any such Owner Agreement and in the event that any such Owner Agreement terminates at any time for any reason such third party may become entitled to possession of the Equipment leased to Lessee. Notwithstanding the foregoing, as long as (a) no default exists under this Agreement and (b) Lessee makes all required payments of rent and other amounts due thereunder to such third party after notice to do so the Owner Agreement specifies that Lessee shall continue to enjoy quiet possession of the Equipment. If Lessee does not so pay or if some other default occurs thereunder, Lessee may be required to deliver the equipment to such third party. No such Owner Agreement shall be construed to create a partnership arrangement between Lessor and any such third party.
4. **Lessee as Bailee.** Lessee shall hold the Equipment as bailee for the benefit of Lessor and the entity for which Lessor acts as a manager.
5. **Chattel Paper.** To the extent, if any, that any Rental Quote or Schedule constitutes chattel paper under the uniform commercial code, no security interest in any such Rental Quote or Schedule may be created through the transfer and possession of any counterpart other than counterpart no. 1.
6. **No Article 2A Rights or Remedies.** Lessor and Lessee hereby agree that no rights or remedies referred to in Article 2A of the Uniform Commercial Code shall be conferred upon either Lessor or Lessee unless expressly granted in this Agreement.
7. **Indemnity Provisions:** All indemnities set forth in the Agreement shall survive the termination of the Agreement.
8. **Lessee Authority:** Lessee has the authority to enter into the Agreement in the capacity therein stated.

EST. P/L EVACUATION

6/11/03 - JMS

2789.01

BASED ON

UNIVERSAL COMPRESSION

2 STAGE DRESSER OF 5H12

w/ CAT 399 TA (700 H.P.)

DAY	HR	Removed MM SCF	Remaind P
0	1	0.78	587
	2	0.75	574
	3	0.73	563
	4	0.71	552
	5	0.70	540
	6	0.67	530
	7	0.65	519
	8	0.63	509
	9	0.61	499
	10	0.60	489
	15	9.68 2.85	443
	20	12.28 2.60	401
1	25	14.46 2.18	366
	30	16.34 1.88	335
	35	18.0 1.66	308
	40	19.41 1.41	285
2	45	20.66 1.25	265
	50	21.8 1.14	246
	60	23.8 2.0	214
3	70	25.38 1.58	188
	80	26.63 1.25	168
4	100	28.71 2.08	134
5	120	30.21 1.50	110
	140	31.21 1.00	50
6	144	32 0.80	50