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COMPILATION REPORT

I have reviewed, as to compilation only, the accompanying pro forma balance sheet of Wellco Energy Services Inc. as at September 30, 1999 and the pro forma statement of income and deficit for the nine months then ended which have been prepared for inclusion in the notice of change and extension of the offer to purchase dated November 26, 1999 relating to the offer by Wellco Energy Services Inc. to purchase all of the outstanding shares of Fairline Energy Services Ltd. In my opinion, the pro forma financial statements have been properly compiled to give effect to the proposed transactions and assumptions described in the accompanying notes thereto.

(Signed) "GARRY W. LUNA"

Calgary, Alberta
December 14, 1999 Chartered Accountant

WELLCO ENERGY SERVICES INC.
PRO FORMA BALANCE SHEET
SEPTEMBER 30, 1999
(Unaudited - See COMPILATION REPORT)

	Notes	**Wellco Energy Services Ltd.** (Unaudited)	**Wellshack Rentals Ltd.** (Unaudited)	**Fairline Energy Services Inc.** (Unaudited)	**Adjustments**	**Total** (Unaudited)
ASSETS						
Current						
Cash	2(a), (b), (e)	$ 139,662	$ 39,236	$ 54,223	$ 135,000	$ 368,121
Accounts receivable		423,559	137,737	1,020,210	-	1,581,506
Prepaid expenses		5,102	9,872	59,222	-	74,196
		568,323	186,845	1,133,655	135,000	2,023,823
Other assets		100	12,203	-	-	12,303
Capital assets, net		443,846	1,935,750	794,217	-	3,173,813
Goodwill, net	2(b) (d)	1,600,328	-	-	1,203,125	2,803,453
		$ 2,612,597	$ 2,134,798	$ 1,927,872	$ 1,338,125	$ 8,013,392
LIABILITIES						
Current						
Accounts payable and accrued liabilities		$ 314,777	$ 15,415	$ 617,034	$ -	$ 947,226
Note payable		-	250,741	-	-	250,741
Current portion of long-term debt		-	90,823	-	-	90,823
		314,777	356,979	617,034	-	1,288,790
Long-term debt		-	1,477,819	-	-	1,477,819
		314,777	1,834,798	617,034	-	2,766,609
SHAREHOLDERS' EQUITY						
Share capital	2(a), (b), (e)	5,083,202	300,000	1,540,577	1,385,000	8,308,779
Retained earnings (deficit)	2(d)	(2,785,382)	-	(229,739)	(46,875)	(3,061,996)
		2,297,820	300,000	1,310,838	1,338,125	5,246,783
		$ 2,612,597	$ 2,134,798	$ 1,927,872	$ 1,338,125	$ 8,013,392

See accompanying notes

WELLCO ENERGY SERVICES INC.
PRO FORMA STATEMENT OF INCOME AND DEFICIT
FOR THE NINE MONTHS ENDED SEPTEMBER 30, 1999
(Unaudited - See COMPILATION REPORT)

	Notes	Wellco Energy Services Ltd. (Unaudited)	Wellshack Rentals Ltd. (Unaudited)	Fairline Energy Services Inc. (Unaudited)	Adjustments	Total (Unaudited)
REVENUE						
Oilfield services		$ 1,061,374	$ -	$ 1,038,452	$	$ 2,099,826
Interest		3,813	-	1,064	-	4,877
		1,065,187	-	1,039,516	-	2,104,703
EXPENSES						
Oilfield services		809,004	-	530,159	-	1,339,163
General and administrative		271,684	-	149,730	-	421,414
Amortization	2(d)	97,256	-	38,404	46,875	182,535
		1,177,944	-	718,293	46,875	1,943,112
NET INCOME (LOSS) FOR THE PERIOD		(112,757)	-	321,223	(46,875)	161,591
DEFICIT, BEGINNING OF PERIOD		2,672,625	-	550,962	-	3,223,587
DEFICIT, END OF PERIOD		$ 2,785,382	$ -	$ 229,739	$ (46,875)	$ 3,061,996

See accompanying notes

WELLCO ENERGY SERVICES INC.
NOTES TO PRO FORMA FINANCIAL STATEMENTS
SEPTEMBER 30, 1999
(Unaudited - see COMPILATION REPORT)

1. BASIS OF PRESENTATION

On November 1, 1999, the Joint Venturers of Wellshack Joint Venture ("Wellshack J. V.") transferred certain assets and liabilities to Wellshack Rentals Ltd. ("Wellshack"). Wellco Energy Services Inc. ("Wellco") has agreed to acquire all of the outstanding shares of Wellshack at a closing scheduled for December 17, 1999. On November 26, 1999 Wellco offered to acquire all the outstanding shares of Fairline Energy Services Inc. ("Fairline") on the basis of 1.5 Wellco shares for each Fairline share.

The accompanying unaudited pro forma financial statements have been compiled based on unaudited interim financial statements for Wellco for the nine months ending September 30, 1999, Wellshack as at November 1, 1999 and Fairline for the three months ending September 30, 1999, with adjustments made based on pro forma assumptions.

The pro forma balance sheet gives effect to the transactions described in Note 2 as if they occurred on the balance sheet date while the pro forma statements of income give effect to those transactions as if they had occurred on January 1,1999.

These pro forma statements may not be indicative either of the results that actually would have occurred if the events reflected herein had taken place on the dates indicated or of the results which may be obtained in the future.

This pro forma financial statements should be read in conjunction with the most recently published financial statements of Wellco, Wellshack and Fairline which are incorporated in the related offering document and accompanying takeover bid circular.

2. PRO FORMA ASSUMPTIONS AND ADJUSTMENTS

The accounting policies are those expected to be used in the consolidated financial statements of Wellco at December 31, 1999.

The pro forma financial statements have been prepared assuming that the following events occur:

(a) Wellco issues 1,000,000 units for cash consideration of $.50 per unit, thus raising $500,000 cash. Each unit consists of 1 common share and one common share purchase warrant exercisable at $.62.

(b) Wellco acquires the outstanding shares of Wellshack and accounts for it using the purchase method of accounting, as shown in the following table:

Cash	$ 300,000
Issuance of 2,500,000 shares at $.50 each	1,250,000
Total - Fair value of Wellshack	1,550,000
Book value of net assets acquired	300,000
Purchase price discrepancy	$1,250,000

The purchase price discrepancy is allocated as follows:

Goodwill	$1,250,000

2. PRO FORMA ASSUMPTIONS AND ADJUSTMENTS, continued

(c) Wellco acquires the outstanding shares of Fairline and accounts for it using the pooling of interest method of accounting.

(d) To record amortization of goodwill, in the amount of $46,875, recorded on the acquisition of Wellshack.

(e) To record acquisition costs estimated to be $65,000.