AS OF 11/16/2004

PROSPECT...... SKEEN #2
OBJECTIVE.....
SPUD DATE.....
COMPL DATE....
CASING DATE...
DEPTH......... 0

STATE......... NM
LOCATION...... SEC. 28: T-22-S, R-27-E
REMARKS.......

****ACTIVE (OPEN)****
OPERATOR...... CHI OPERATING INC.

DESCRIPTION	BUDGET	NET ACTUAL	VARIANCE	% UNDER	% OVER	COMMENTS
SURVEYING & PERMIT	2,000			100.00		
DAMAGES	2,500			100.00		
ROADS & LOCATIONS	20,000			100.00		
RIG MOVE	30,000			100.00		
DRILLING - DAYWORK	388,800			100.00		
CEMENT - SURFACE	6,000			100.00		
CEMENT - INTERMEDIATE	22,000			100.00		
CORING	8,000			100.00		
DRILLSTEM TESTING	4,500			100.00		
DRILLING FLUIDS	45,000			100.00		
WATER	30,000			100.00		
BITS & REAMERS	50,000			100.00		
ENGINEERING	37,000			100.00		
MUD LOGGING	25,000			100.00		
OPENHOLE LOGGING	35,000			100.00		
EQUIPMENT RENTAL	15,000			100.00		
TRUCKING	5,000			100.00		
LABOR	5,000			100.00		
LEGAL	8,000			100.00		
OVERHEAD & EXPENSES	6,000			100.00		
INSURANCE & BONDS	2,000			100.00		
CASING CREWS	5,000			100.00		
PLUGGING & ABANDONING	35,000			100.00		
MISCELLANEOUS INTANGIBLES	50,000			100.00		
FUEL	38,000			100.00		
INTANGIBLE DRILLING	874,800					
CASING - SURFACE	5,950			100.00		
CASING - INTERMEDIATE	61,525			100.00		
WELLHEAD EQUIPMENT	7,000			100.00		
CASING - PRESSURE STRING	116,400			100.00		
MISCELLANEOUS TANGIBLES	13,500			100.00		
TANGIBLE DRILLING	204,375					
ANCHORS	1,000			100.00		
LOCATIONS	1,000			100.00		
COMPLETION UNIT	12,000			100.00		

OIL CONSERVATION DIVISIO
CASE NUMBER
EXHIBIT NUMBER 3

DESCRIPTION	BUDGET	NET ACTUAL	VARIANCE	% UNDER	% OVER	COMMENTS
LOGGING & PERFORATE	15,000			100.00		
SLICKLINE/WIRELINE	2,000			100.00		
CEMENT - PRODUCTIONS/PLUG BACK	12,000			100.00		
ACIDIZING	7,000			100.00		
FRACTURING	85,000			100.00		
WATER	5,000			100.00		
EQUIPMENT REPAIR	0					
ENGINEERING	2,000			100.00		
EQUIPMENT RENTAL	6,000			100.00		
TRUCKING	5,000			100.00		
LABOR	5,000			100.00		
LEGAL	5,000			100.00		
OVERHEAD & EXPENSES	2,000			100.00		
CASING CREWS	4,200			100.00		
MISCELLANEOUS INTANGIBLES	12,000			100.00		
COIL TUBING UNIT	0					
INTANGIBLE COMPLETION	181,200					
CASING - PRODUCTION/EQUIPMENT	18,600			100.00		
WELLHEAD	12,000			100.00		
TUBING	33,000			100.00		
TANKS - PRODUCTION & WATER	14,000			100.00		
VALVES & FITTINGS	5,000			100.00		
FLOWLINES	10,000			100.00		
DOWNHOLE TOOLS	7,000			100.00		
MISCELLANEOUS TANGIBLES	9,000			100.00		
STACK PAC	25,000			100.00		
TANGIBLE COMPLETION	133,600					
TOTAL WELL COSTS	1,393,975					