

December 31, 2013

Chevron U.S.A. Inc. 1400 Smith St. Houston, TX 77002 Attn: Jason Levine

## Via Certified Mail

Re: Starcaster 18 Federal #4H Well Proposal E/2E/2 of Section 18, T23S, R34E, NMPM Lea County, New Mexico

Dear Mr. Levine,

Endurance Resources, LLC. ("Endurance"), hereby submits an Authority for Expenditure ("AFE"), for the drilling and completing of the Starcaster 18 Federal #4H Well ("Well") located on the lands referenced above. The estimated AFE cost for the Well is \$7,010,055.00. The Well will be drilled to an estimated total vertical depth of 10,444' to test the Second Bone Spring Interval with an estimated total measured depth of 14,800'. The Well will have a surface location of 330' FNL and 660' FEL with a bottom hole location of 330' FSL & 660' FEL.

Endurance is also proposing to form a Joint Operating Agreement ("JOA") covering all of Section 18, Township 23 South, Range 34 East, NMPM, Lea County, New Mexico, covering all depths, subject to a mutually acceptable JOA form. Endurance would serve as operator under the JOA.

Please return a fully executed AFE and a signed copy of this letter indicating your election to this proposal by signing and returning to the undersigned. I will send a JOA to your attention for review if you elect to participate in the drilling and completing of the Well. Should you not want to participate in the drilling and completing of the Well, then Endurance would be interested in negotiating a Term Assignment covering all of Section 18, Township 23 South, Range 34 East, NMPM, Lea County, New Mexico.

Should you have any questions, please do not hesitate to contact me at (432) 242-4683 or via email at Jason@enduranceresourcesllc.com.

Sincerely,

Endurance Resources, LLC.

Jason South, CPL Landman

OCD Cases# 15074 & 15084 Endurance Resources, LLC February 20, 2014 Ex# 2

Page 1

203 West Wall, Suite 1000 Midland, Texas 79701

PHONE: 432-242-4680 WWW.ENDURANCERESOURCESLLC.COM



The undersigned elects the following election:

÷....

Elect to participate in the drilling and completing of the Starcaster 18 Federal #4H Well

Elect not to participate in the drilling and completing of the Starcaster 18 Federal #4H Well

Ву: \_\_\_\_\_

Title:

Company: \_\_\_\_\_\_

Date: \_\_\_\_\_

Page 2

203 WEST WALL, SUITE 1000 MIDLAND, TEXAS 79701

Phone: 432-242-4680 www.EnduranceResourcesLLC.com

**Endurance** Resources LLC

• 1

•\_\_\_\_\_

.

Nov-19-2013

.

•

Purprise:         Libration:         Libration:           Operation:         Difference of the service of the	Lease: <u>Starcaster</u> Well No.:					County/State: Lea/NM Tn, Rg, Sec.: T23S-R34E Dec. 30			
Carlie Galaci         Op Hole         Completion         Total           Carlie glavamenia: 9 diff vegit         1 <td colspan="8">Purpose: Drill 2rd Bone Spring Horizontal       Location:         Operation: Drill 2rd Bone Spring Horizontal &amp;       Rig:</td>	Purpose: Drill 2rd Bone Spring Horizontal       Location:         Operation: Drill 2rd Bone Spring Horizontal &       Rig:								
Casing Sufface (13-3/97 54-59) Production Casing (15: 200) Permerind (16: 3-200) Permerind (16: 3-200) Permeri			•			Dry Hole	Completion	Total	
Classing finamentation (#-967 - 406)         100         n         bits of the state state of the	Oneine Outline (40.0/08/54.54)		· · · · · · · · · · · · · · · · · · ·		<u> </u>				
Production Casing (557-286)         (400)         n         n / 200         ft         (500)				1					
Permanent Latar Assemby Waitnes of Works & Filings Disker Fods Status for both Status f			ł		-				
Wellhad w/ Vales & Falling Tubing 2 /PF 60, et al)         0         et al         51.00         55.03.00         55.03.00           Tubing 2 /PF 60, et al)         1         et al         31.05.00         35.03.00         35.03.00           Subinities Control         1         et al         31.05.00         35.03.00         35.03.00           Subinities Control         1         et al         35.00.00         35.00.00         35.00.00           Control         Tarik Battery         1         et al         10.00.00         35.00.00	Permanent Lateral Assembly		l I	l i i i i i i i i i i i i i i i i i i i	1				
Tubing 278*5.00 L-30         11000         n         5500         550							:		
Tubing Andhar         1         es         1:0:0:0         se         1:0:0:0         se         1:0:0:0         St. 100:00	•		1	1	1		1		
Slucker Rote         1         e         # #240200         te         5         # #200000         \$\$7,000.00 <td>•</td> <td></td> <td></td> <td></td> <td>1</td> <td></td> <td>1</td> <td></td>	•				1		1		
Suburitics Pump Pumping 1         1 moving Fourier         a         1 moving Fourier         1 moving Fo	÷ .						-		
Frontine         3500         n         5130         n         state         5552 (55.00)         5552 (55.00)           Case Meter Run         1         ee         50.000         34e         110.000.00         5150.000         510.000.0		1	ea	1	1		1	1 1	
Tank Battery 1         es         tiss2, 154,00         see         see <td></td> <td>-</td> <td></td> <td></td> <td></td> <td></td> <td>·</td> <td></td>		-					·		
Gas Meter Run 1         es         \$10,000,00         see         \$10,000,00         \$15,000,00         \$10,000,00         \$10,000,00         \$15,000,00         \$10,000,00				1					
Electoria         and to the set of the set o	-			1	-				
Mide:         Nate:         1	Electric Service Install	1			1				
Sales Tax @ 9.5%         1         A 92%         Signar 719          Signar 719 <th co<="" td=""><td></td><td></td><td>ea</td><td></td><td></td><td></td><td></td><td></td></th>	<td></td> <td></td> <td>ea</td> <td></td> <td></td> <td></td> <td></td> <td></td>			ea					
Total Capital Cost         Interglable Cost         Interglable Cost         Total Capital Cost         Total Capital Cost           Survey Location         1         eit         55.00.00         56.00.00         56.00.00         50.00         50.00         50.00         50.00.00         50.00         50.00.00         50.00.00         50.00         50.00.00         50.00         50.00         50.00.00					\$/ea	£37.607.40	•		
Intergible Cast:         Dy Hole Survey Location         Completion 1         Total end end Survey Location           Survey Location Survey Location         1         ee         \$5,000.00         \$56,000.00         \$57,000.00         \$		L!	L	0.00%	L	\$37,607,19	\$70,007.40	\$114,114.58	
survey Location         servey Location         servey Location         servey Location         stand         unit code         stand         Stand         Completed           Build Location / Road         1         es         \$\$5,000.00         \$\$26,000.00         \$\$5,000.00				Total Cap	oital Cost>	\$480,044.69	\$976,594.40	\$1,456,639.08	
Survey Location         1         es         \$50000         \$50000         \$5000000 <td< td=""><td>Intangible Cost</td><td></td><td>r ·</td><td><del>,_</del></td><td>r</td><td></td><td></td><td></td></td<>	Intangible Cost		r ·	<del>,_</del>	r				
Surface Damages         1         es         \$5,00.00         \$50,00.00         \$51,00.00         \$50,00.00         \$51,00.00         \$50,00.00         \$51,00.00         \$51,00.00         \$51,00.00         \$51,00.00         \$51,00.00         \$51,00.00.00         \$51,00.00.00         \$5	Quarter Lastian	amount;			1 <u> </u>		Costs		
Calicitor         0         stool         stool <th< td=""><td>•</td><td>1</td><td>. ·</td><td></td><td></td><td></td><td></td><td></td></th<>	•	1	. ·						
Build Location / Road         1         ea         sbooco         see         sbooco         Sboo	-							1	
MouseRet Hole + Conductor         1         ea         \$\$0,000.00         See         50,000.00         S0,000.00         S0		1	ea	\$90,000.00	\$/ea	\$90,000.00		\$90,000.00	
Bil - (17.5"/12.25") SurfaceIntermediate Hole Casing (www.Surface Cernent Surf Casing(w/Hoat equip) 1 es \$3000000 Water - Drilling Fluids 1 es \$3000000 Water - Drilling Cress & Brhen) 1 est(s) Bit-(6.75") Forduction Vericial Hole 2 es \$12,000.00 Muid Logging (2 mar) 10 es \$1000000 Muid Logging (2 mar) 10 es \$1000000 Port Hole Log-Deep Saction Dorilling Surface 1 es \$12,0000.00 Side wall Common Hole Log-Deep Saction Diffing Fluids 1 es \$12,0000.00 Side wall Common Hole Log-Deep Saction Common Hole Log-Deep Sact					1	ſ			
Camera Surd Casing Universe         1         es         \$7.00.00         \$50.000.00           Dalling Fluids         1         es         \$50.000.00         \$5ee         \$50.000.00         \$50.000.00           Water -Dalling Fluids         1         best         \$57.000.00         \$5ee         \$50.000.00         \$50.000.00           Trucking -Surface Casing         0         basts         \$57.000.00         \$5ee         \$50.000         \$50.00         \$52.4000.00           Bits-(8.75°) Lateral Hole         2         es         \$12.000.00         \$5ae         \$24.000.00         \$52.4000.00         \$52.000.00         \$52.000.00         \$52.000.00         \$52.000.00         \$52.000.00         \$52.000.00         \$52.000.00         \$52.000.00         \$52.000.00         \$52.000.00         \$52.000.00         \$52.000.00         \$52.000.00         \$50.00         \$50.00         \$50.00         \$50.00         \$50.00         \$50.00         \$50.00         \$50.00         \$50.00         \$50.00         \$50.00         \$50.00         \$50.00         \$50.00         \$50.00         \$50.00         \$50.00         \$51.00.00         \$51.00.00         \$51.00.00         \$51.00.00         \$51.00.00         \$51.00.00         \$51.00.00         \$51.00.00         \$51.00.00.00         \$51.00.00.00         <					1				
Cement Surf Casing(wfloat eutor) 1 Events			-					1 1 1	
Water -Diffing(Fresh & Brine)         1         bettay         \$70,000,00         \$80,000         \$80,000         \$80,000         \$80,000         \$80,000         \$80,000         \$80,000         \$80,000         \$82,4000,00         \$82,4000,00         \$82,4000,00         \$82,4000,00         \$82,4000,00         \$82,4000,00         \$82,4000,00         \$82,4000,00         \$82,4000,00         \$82,4000,00         \$82,4000,00         \$82,4000,00         \$82,4000,00         \$82,4000,00         \$82,4000,00         \$82,4000,00         \$82,4000,00         \$82,4000,00         \$80,000         \$80,00         \$80,00         \$80,000         \$80,000         \$80,000         \$80,000,00         \$80,000,00         \$80,000,00         \$80,000,00         \$80,000,00         \$80,000,00         \$80,000,00         \$80,000,00         \$80,000,00         \$80,000,00         \$80,000,00         \$80,000	Cement Surf Casing(w/float equip)	1	1	l	l I			\$50,000.00	
Trucking - Surface Casing Bits (8.77)         0         loads 2         so.o         sumat 32,000,00         50,00         S24,000,00         S20,000,00         <					\$/ea				
Bits (6, 27°) Production Vertical Hole         2         es         \$12,000,00         \$\$40,000,00         \$\$24,000,00         \$\$24,000,00         \$\$24,000,00         \$\$24,000,00         \$\$24,000,00         \$\$24,000,00         \$\$24,000,00         \$\$24,000,00         \$\$24,000,00         \$\$24,000,00         \$\$20,000,00 <td></td> <td></td> <td>1</td> <td>1</td> <td>1</td> <td>1</td> <td></td> <td>1 <sup>-</sup> 1</td>			1	1	1	1		1 <sup>-</sup> 1	
Bits-(8.75°) Lateral Hole         2         es         bits20000         \$540,000.00         \$517,100.00         \$517,100.00         \$517,100.00         \$517,100.00         \$517,100.00         \$517,100.00         \$517,100.00         \$517,100.00         \$517,100.00         \$517,100.00         \$517,100.00         \$517,100.00         \$517,100.00         \$517,100.00         \$517,100.00         \$517,100.00         \$517,000.00         \$520,000.00         \$520,000.00         \$520,000.00         \$520,000.00         \$520,000.00         \$520,000.00         \$520,000.00         \$5125,000.00         \$5125,000.00         \$5125,000.00         \$5125,000.00         \$5125,000.00         \$5125,000.00         \$5125,000.00         \$5125,000.00         \$5125,000.00         \$5125,000.00         \$5125,000.00         \$5125,000.00         \$5125,000.00         \$5125,000.00         \$5125,000.00         \$5125,000.00         \$5140,000.00         \$5140,000.00         \$5140,000.00         \$5140,000.00         \$5140,000.00         \$5140,000.00         \$5140,000.00         \$5140,000.00         \$5160,000.00         \$5160,000.00         \$520,000.00         \$5160,000.00         \$5160,000.00         \$5160,000.00         \$5160,000.00         \$5160,000.00         \$5160,000.00         \$5160,000.00         \$5160,000.00         \$5160,000.00         \$5160,000.00         \$5160,000.00         \$5160,000.00         \$5160,000.00									
Mud Logging (2 man)         10         days         517,100.00         star         517,100.00         Star         50.00         Star         50.00         Star	Bits-(8.75") Lateral Hole	2			· ·				
Open Hole Log-Deep Saction         1         ee         \$20,000.00         \$22,000.00         \$22,000.00         \$20,000.00         \$20,000.00         \$20,000.00         \$20,000.00         \$20,000.00         \$20,000.00         \$20,000.00         \$20,000.00         \$20,000.00         \$20,000.00         \$20,000.00         \$20,000.00         \$20,000.00         \$212,000.00         \$212,000.00         \$212,000.00         \$212,000.00         \$212,000.00         \$212,000.00         \$212,000.00         \$212,000.00         \$212,000.00         \$212,000.00         \$212,000.00         \$212,000.00         \$212,000.00         \$212,000.00         \$212,000.00         \$212,000.00         \$214,000.00         \$214,000.00         \$214,000.00         \$200,000.00         \$220,000.00         \$220,000.00         \$220,000.00         \$220,000.00         \$210,000.00         \$200,000         \$200,000         \$200,000	Mud Logging( 2 man )	10	day(s)	4	F I			\$17,100.00	
Sidewall Coring Minimum Setup Charge DST         0         es         50.00         Size Stop         Size Stop <td></td> <td></td> <td></td> <td></td> <td></td> <td></td> <td></td> <td></td>									
DST         0         es         \$50.00         \$60.00         \$0.00         \$0.00         \$125,000.00         \$125,000.00         \$125,000.00         \$145,000.00         \$145,000.00         \$145,000.00         \$145,000.00         \$145,000.00         \$145,000.00         \$145,000.00         \$145,000.00         \$145,000.00         \$145,000.00         \$140,000.00         \$150,000.00         \$150,000.00         \$150,000.00         \$150,000.00         \$150,000.00         \$150,000.00         \$150,000.00         \$100,000.00 </td <td>Open Hole Log-Deep Section Sidewall Coring Minimum Setup Charge</td> <td></td> <td></td> <td></td> <td></td> <td></td> <td></td> <td></td>	Open Hole Log-Deep Section Sidewall Coring Minimum Setup Charge								
Rig Mobilization         1         ea         \$125,000,00         \$120,000,00         \$120,000,00         \$120,000,00         \$120,00									
Drilling Fuel         1         dray(s)         \$140,000.00         \$16ay         \$140,000.00         \$10,000.00         \$10,000.00         \$10,000.00         \$200,000.00 <td></td> <td></td> <td></td> <td>1</td> <td></td> <td></td> <td></td> <td></td>				1					
Rotary Suearable         0         day(a)         \$0.00         bitary         \$200.000.00         \$210.000.00         \$210.000.00         \$210.000.00         \$210.000.00         \$210.000.00         \$210.000.00         \$210.000.00         \$210.000.00         \$210.000.00         \$210.000.00         \$210.000.00         \$210.000.00         \$210.000.00         \$210.000.00         \$210.000.00         \$210.000.00         \$210.000.00         \$200.000.00         \$210.000.00 <td></td> <td></td> <td>day(s)</td> <td>\$19,000.00</td> <td>\$/day</td> <td>\$475,000.00</td> <td></td> <td></td>			day(s)	\$19,000.00	\$/day	\$475,000.00			
Directional tools for Curve         1         day(s)         \$200,000.00			-		l ·	· ·			
Wellsite Consulting-Drilling Operator Overhard         28         dsy(s)         \$2,200.00         \$61,600.00         \$61,600.00         \$9,000.00         \$0,00					-		Y		
Operator Overhead         1         ea         \$ \$0,000,00         See         \$ \$0,000,00         See         \$ \$0,000,00         \$ \$7,000,00         \$ \$21,000,00         \$ \$21,000,00         \$ \$21,000,00         \$ \$21,000,00         \$ \$21,000,00         \$ \$20,000,00         \$ \$20,000,00         \$ \$20,000,00         \$ \$20,000,00         \$ \$20,000,00         \$ \$20,000,00         \$ \$20,000,00         \$ \$20,000,00         \$ \$20,000,00         \$ \$20,000,00         \$ \$20,000,00         \$ \$20,000,00         \$ \$20,000,00         \$ \$20,000,00         \$ \$20,000,00         \$ \$20,000,00         \$ \$20,000									
Cernent Intermediate Casing(wifloat equip)         1         ea         \$210,000.00         \$282         \$210,000.00         \$210,000.00         \$20.00         \$0.00         <	Operator Overhead	1			5	4			
Cernent for Plugging         0         ea         \$0.00         \$6a         \$0.00         \$6a         \$0.00	Ū				[				
Cement Lateral Curve Casing(wiftoat equip) Casing Crews-Production Casing Crews-Production Cement Prod. Csng(wiftoat equip) 1         0         ieads is 0.00         stea ste0.000.00         stea stea ste0.000.00         stea stea ste0.000.00         stea stea stea ste0.000.00         stea stea stea stea stea stea stea stea				1		1			
Trucking - Production Casing Casing Crews-Production (cement Prod. Csng(wfloat equip) 1         0         loads ea         \$0.00         \$1a 00.00									
Cement Prod. Csng(wifloat equip) Anchors         1         ea         \$160,000,00         \$iset         \$150,000,00         \$iset           Pulling Unit Roustabout / Welder         16         set         \$5,000,00         \$iset         \$5,000,00	Trucking - Production Casing	0					\$0.00		
Anchors       1       set       \$5,000.00       \$1ext       \$5,000.00       \$20,000.00       \$20,000.00       \$20,000.00       \$50.00.							4		
Pulling Unit         7         day(s)         \$4,500.00         \$/day         \$31,500.00         \$31,500.00         \$31,500.00         \$5,600.00           Roustabout / Welder         16         day(s)         \$5,600.00         \$/day         \$5,600.00         \$105,600.00         \$105,600.00         \$20,000.00         \$85,000.00         \$85,000.00         \$85,000.00         \$85,000.00         \$85,000.00         \$85,000.00         \$85,000.00         \$120,000.00         \$120,000.00         \$120,000.00         \$120,000.00         \$120,000.00         \$120,000.00         \$120,000.00         \$120,000.00         \$212,000.00         \$212,000.00         \$212,000.00         \$212,000.00         \$212,000.00         \$212,000.00         \$212,000.00         \$212,000.00         \$212,000.00         \$212,000.00         \$212,000.00         \$212,000.00         \$212,000.00         \$212,000.00         \$210,00.000									
BOP Rental Roustabout / Welder         7         min deg(s)         \$800.00         \$min \$4day         \$5,600.00         \$5105,600.00         \$105,600.00         \$105,600.00         \$20,000.00         \$2120,000.00         \$2120,000.00         \$1120,000.00         \$120,000.00         \$120,000.00         \$120,000.00         \$120,000.00         \$120,000.00         \$120,000.00         \$2120,000.00         \$2120,000.00         \$2120,000.00         \$2120,000.00         \$22,000.00         \$22,000.00         \$22,000.00         \$22,000.00         \$22,000.00         \$22,000.00         \$22,000.00         \$22,000.00         \$22,000.00         \$22,000.00         \$22,400,000.00         \$22,400,000.00         \$2,400,000.00         \$2,400,000.00         \$2,400,000.00         \$2,400,000.00         \$2,400,000.00         \$2,400,00				r					
Cased Hole Log-Bond + GRN       1       ea       \$20,000.00       \$sea       \$20,000.00       \$\$15,000.00       \$\$15,000.00       \$\$15,000.00       \$\$120,000.00       \$\$120,000.00       \$\$120,000.00       \$\$120,000.00       \$\$120,000.00       \$\$120,000.00       \$\$120,000.00       \$\$2400,000.00       \$\$245,000.00       \$\$245,000.00       \$\$2400,000	BOP Rental	7			-				
Perforating w/ Cased Hole Log         1         ea         \$85,000.00         \$/ea         \$85,000.00         \$/ea         \$85,000.00         \$/ea         \$85,000.00         \$/ea         \$85,000.00         \$/ea					\$/day		\$105,600.00	\$105,600.00	
Composite Plugs RBP Packers Stimulation - Acid.         1         ea         \$65,000.00 \$15,000.00         \$kea \$15,000.00         \$kea \$12,000.00         \$kea \$12,000.00         \$65,000.00 \$120,000.00         \$65,000.00 \$120,000.00         \$65,000.00 \$120,000.00         \$65,000.00 \$120,000.00         \$65,000.00 \$120,000.00         \$65,000.00 \$120,000.00         \$65,000.00         \$65,000.00         \$65,000.00         \$65,000.00         \$120,000.00         \$120,000.00         \$120,000.00         \$120,000.00         \$120,000.00         \$120,000.00         \$120,000.00         \$215,000.00         \$215,000.00         \$215,000.00         \$215,000.00         \$215,000.00         \$215,000.00         \$215,000.00         \$215,000.00         \$215,000.00         \$215,000.00         \$210,000.00         \$210,000.00         \$210,000.00         \$215,000.00         \$2100,000.00         \$210,000.00         \$2100,0									
Stimulation - Acid.       1       ea       \$15,000.00       \$120,000.00       \$100,000.00       \$1									
Rental Surface Equip. Frac Tank Trucking Water - Stimulation Trucking - Stim Water       1       4 dymin 8       \$120,000.00       \$min \$ea       \$min \$1,100.00       \$min \$ea       \$120,000.00       \$120,000.00       \$120,000.00       \$8,800.00       \$8,800.00       \$8,800.00       \$8,800.00       \$2,800.00       \$2,15,000.00       \$2,15,000.00       \$2,15,000.00       \$2,15,000.00       \$2,15,000.00       \$2,15,000.00       \$2,15,000.00       \$2,10,000.00       \$2,400,000.00       \$3,300.00       \$2,400,000.00       \$3,300.00       \$2,400,000.00       \$2,50,720       \$2,55,53,416.40 <td>Stimulation - Acid.</td> <td>1</td> <td></td> <td></td> <td></td> <td></td> <td>-</td> <td></td>	Stimulation - Acid.	1					-		
Water - Stimulation       100000       bbl(s)       \$2.15       \$7.bbl       \$215,000.00       \$215,000.00         Trucking - Stim Water       0       hrs       \$0.00       \$1/hr       \$0.00       \$0.553.416.40       \$0.555.416.40       \$0.555.416.40       \$0.555.416.40       \$0.555.55.416.40       \$0.			-	\$120,000.00	\$/min		\$120,000.00	\$120,000.00	
Trucking - Stim Water       0       trs       \$0.00       \$/tr       \$0.00       \$0.00         Stimulation -Frac 11 stages       1       ea       \$2,400,000.00       \$/ea       \$2,400,000.00       \$2,400,000.00       \$2,400,000.00       \$2,400,000.00       \$2,400,000.00       \$2,400,000.00       \$2,400,000.00       \$2,400,000.00       \$2,400,000.00       \$2,400,000.00       \$2,400,000.00       \$2,400,000.00       \$100,000.00       \$100,000.00       \$100,000.00       \$100,000.00       \$100,000.00       \$3,300.00       \$3,500.00       \$484,700.00       \$3,500.00       \$484,700.00       \$3,500.00       \$1,576.85       \$3,139.54       \$4,716.40       \$1,576.85       \$3,696,720       \$5,553,416.40       \$1,000.00       \$1,000.00       \$1,000.00       \$1,000.00       \$1,000.00									
Stimulation -Frac 11 stages       1       ea       \$2,400,000.00       \$/ea       \$2,400,000.00       \$2,400,000.00       \$2,400,000.00       \$2,400,000.00       \$100,000.00       \$100,000.00       \$100,000.00       \$100,000.00       \$100,000.00       \$100,000.00       \$100,000.00       \$100,000.00       \$100,000.00       \$100,000.00       \$100,000.00       \$100,000.00       \$100,000.00       \$100,000.00       \$100,000.00       \$3,300.00       \$3,400.00       \$3,400.00       \$3,50       \$4,716.40       \$4,716.40       \$4,716.40       \$4,716.40       \$7,656,697       \$3,696,720       \$5,553,416.40       \$5,553,416.40       \$6,50%       \$1,050,50%       \$1,010,055       \$1,010,055       \$1,010,055       \$1,010,055       \$1,010,010,055       \$1,010,010,055 <td< td=""><td></td><td></td><td></td><td></td><td></td><td></td><td></td><td></td></td<>									
Rental 4.5" DP + DH Motors & S       25       day(s)       \$4,000.00       \$/day       \$100,000.00       \$100,000.00         Wellsite Consulting-Completion       3       day(s)       \$1,100.00       \$/day       \$3,300.00       \$3,300.00       \$3,300.00         Contingencies @ 10 %       1       10%       \$148,920.00       \$335,780.00       \$484,700.00         Sales Tax @ 8.5%       1       8.50%       \$1,576.85       \$3,139.54       \$4,718.40         Total Intangible Cost>       \$1,856,697       \$3,696,720       \$5,553,416.40	Stimulation -Frac 11 stages	1							
Contingencies @ 10 %       1       10%       \$148,920.00       \$335,780.00       \$484,700.00         Sales Tax @ 8.5%       1       8.50%       \$1,576.85       \$3,139.54       \$4,716.40         Total Intangible Cost>       \$1,856,697       \$3,696,720       \$5,553,416.40         Total Intangible Cost>       \$1,856,697       \$3,696,720       \$5,553,416.40         Total Project Cost>       \$2,336,742       \$4,673,3144       \$7,010,055         j				\$4,000.00	\$/day		\$100,000.00	\$100,000.00	
Sales Tax @ 8.5%       1       8.50%       \$1,576.85       \$3,139.54       \$4,716.40         Total Intangible Cost>       \$1,856,697       \$3,696,720       \$5,553,416.40         Total Intangible Cost>       \$1,856,697       \$3,696,720       \$5,553,416.40         Total Project Cost>       \$2,336,742       \$4,673,3144       \$7,010,055         J       Dry Hole       Completion       Total         Costs       Costs       Costs       Completion       Total         Operator WI:       %       Operator Approval:			day(s)	1	\$/day				
Total Intangible Cost> \$1,856,697       \$3,696,720       \$5,553,416.40         Total Project Cost> \$2,336,742       \$4,673,3144       \$7,010,055         Dry Hole       Completion       Total         Costs       \$2,095375 %         Operator Approval:         Partner Approval:									
Total Project Cost> \$2,336,742       \$4,673,314///\$7,010,055         Dry Hole       Completion       Total         Costs       Costs       Completion         Operator WI:       %       Operator Approval:         Operator's Share:       \$0.00       Date:         Partner WI:       20.95375 %       Partner Approval:		iI							
Dry Hole     Completion     Total       Costs     Costs     Costs     Completed       Operator WI:     %     Operator Approval:				ı otal İntangi	pie Cost>	\$1,856,697	\$3,696,720	\$5,553,416.40	
Costs       Costs       Completed         Operator WI:       %       Operator Approval:         Operator's Share:       \$0.00       Date:         Partner WI:       20.95375 %       Partner Approval:				Total Proj	ect Cost>				
Operator WI:       %       Operator Approval:         Operator's Share:       \$0.00       Date:         Partner WI:       20.95375 %       Partner Approval:	1						•	Total	
Operator's Share:       \$0.00       Date:         Partner WI:       20.95375 %       Partner Approval:	Oper	ator WI:		%	Opera		·		
Partner WI: 20.95375 % Partner Approval:		-	\$0	,,	- L	•••			
		-			Parti				
Partner's Share:\$1,468,869.40 Date:		-	\$1,468,869.40		Date:				