

CASE 15567

6666

Jones

RECEIVED OCD

November 6, 2017

2017 NOV -9 P 1:04

Oil Conservation Division
1220 South St. Francis Drive
Santa Fe, New Mexico 87505

Attention Mr. David R. Catanach, Director

RE: Application of Burnett Oil Co., Inc. for a Non-Standard Oil Spacing
and Proration Unit and Compulsory Pooling, Eddy County, NM
Case No. 15567
Order No. R-14249
Nosler 12 Federal MO Well No. 8H

Dear Mr. Catanach:

Pursuant to the captioned Order, please find enclosed an itemized schedule of the actual costs to drill, complete, and equip the Nosler 12 Fed MO #8H well which was completed on September 2, 2017. Pursuant to ordering Paragraph 11, non-consenting working interest owners have forty five (45) days from receipt hereof to object. Should you have any questions, please feel free to contact me at (817) 583-8761 or via email at cmeans@burnettoil.com.

Regards,
BURNETT OIL CO., INC.



Coley Means
Land Manager

Enclosure: Itemized Schedule of Actual Well Costs

cc:
Ard Oil, Ltd., and Ard Energy Partners, Ltd.
3470 River Bend Boulevard, Suite 409
Fort Worth, Texas 76116

AFE: A2467

WELL : NOSLER 12 FED MO 8H

11/06/17

Itemized Statement of Actual Costs of Drilling, Completing, and Equipping

<u>Description</u>	<u>Actual</u>	<u>Total</u>
SURFACE CASING (& CONDUCTOR)	\$16,765.58	
INTERMEDIATE CASING, LINERS, ETC	\$29,145.24	
WELLHEAD TO CASING POINT	\$24,621.43	
PRODUCTION CASING & LINERS	\$140,749.65	
TUBING	-\$3,351.69	
PRODUCTION PACKERS	\$239,679.82	
MISC. FITTINGS & SUPPLIES	\$5,365.99	
PIPE PURCHASE - FLOWLINES	\$22,510.73	
PIPELINE ROW - TRIANGLES	\$0.00	
LOC & ROADWY (RAT HOLE, ETC)	\$106,408.52	
DAYWORK	\$221,951.58	
FUEL	\$43,463.22	
MOVE IN, RIG UP, RIG DOWN	\$68,575.00	
SURFACE EQUIPMENT RENTAL	\$70,957.48	
DRILLING BITS (MUST DESCRIBE)	\$66,682.68	
PIPE INSPECTION & COATING	\$8,137.63	
DOWNHOLE EQUIPMENT RENTAL	\$22,917.28	
MUD & CHEMICALS	\$49,165.47	
WATER	\$66,963.50	
DIRECTIONAL DRILLING SERVICES	\$112,673.73	
LOGGIN OPEN HOLE/WIRELINE	\$7,240.79	
MUD LOGGING	\$23,709.60	
CEMENT & SERVICE	\$106,900.42	
TRUCKING & HAULING	\$77,855.45	
CONTRACT SUPERVISION	\$20,116.25	
DRILLING OVERHEAD-TO CASING PT	\$7,128.92	
CONTRACT LABOR CASING CREWS	\$29,056.79	
OTHER DRILLING COSTS	\$27,095.00	
LOCATION & ROADWAY EXPENSE	\$4,035.96	
ACIDIZING	\$5,988.86	
FRACTURING	\$906,961.74	
CMPLTN RIG (SWAB RIG, W/O RIG)	\$28,194.61	
FUEL & POWER	\$5,731.47	
SURFACE EQUIPMENT RENTAL	\$13,111.95	
DOWNHOLE EQUIPMENT RENTAL	\$36,102.49	
MUD CHEMICALS & WATER	\$133,191.49	
TRUCKING & HAULING (KILL TRUCK	\$32,310.11	
CONTRACT SUPERVISN AT RIG SITE	\$6,776.00	
CONTRACT LABOR	\$8,761.20	
OTHER COMPLETION COSTS	\$17,504.62	
TOTAL COST TO DRILL, COMPLETE, AND EQUIP		\$2,811,156.56