

WELL COST ESTIMATE

Lease Name Brimhall Well No. 1 Field Fruitland
Location NW/4 NE/4 Sec.10:T29N.,R.15W. County San Juan State New Mexico
Formation GALLUP Total Depth 4300 Total Days six days

	SUB	TOTAL	DRY HOLE
Acquisition Cost to Date		\$ 45,000.00	\$ 45,000.00
TUBULAR GOODS:			
Surface Casing 200 ft. 8-5/8" @ 8.50	\$ 1,700.00		1,700.00
Int. Casing			
Prod. Casing			
Tubing 4300 ft. 2-3/8" @ 1.80	8,000.00		
Casing 4300 ft. 4 1/2" @ 3.54	16,000.00	25,700.00	
WELLHEAD EQUIPMENT: Larkin	2,000.00	2,000.00	
OTHER EQUIPMENT:			
Surface Production Equipment, Tank Battery			
6,000.00 Separator 8,500.00	15,000.00		
Liner Hangers & Production Packers			
Tubing Accessories-Hook Up	3,000.00	18,000.00	
Pump Jacks, Motors, Bases & Rods	30,000.00	30,000.00	
DRILLING COSTS:			
Footage-Turnkey	47,000.00		47,000.00
Day Work, 2 days @ 5,200.00	10,400.00		5,200.00
Service Unit-4 days @ 1,900.00	7,600.00		
Rig Moving Costs		65,000.00	
CEMENTING:			
Surface 200'	2,000.00		2,000.00
Production	18,000.00		
Sq. Jobs		20,000.00	
FORMATION TREATMENT:			
Acidizing	16,000.00		
Tank Rental	2,000.00	18,000.00	
SPECIAL SERVICES:			
Perforating	4,000.00		
Electric & Radioactive Logging	10,000.00		10,000.00
Cores		14,000.00	
MATERIALS:			
Water (Frac)	8,000.00		
Bits	500.00		
Hauling	2,000.00		1,000.00
Miscellaneous	2,000.00	12,500.00	1,000.00
ACCESS AND LOCATION AND CLEANUP			
SUPERVISION, LEGAL, ETC.	18,000.00	18,000.00	18,000.00
TOTAL DIRECT COST		\$ 268,200.00	\$ 130,900.00

ESTIMATED COST ONLY - Each Participating Owner to
Pay Proportionate Share of Actual Well Cost
Subject to Operating Agreement.

WORKING INTEREST: _____
Others _____

Date 11-5-82
Prepared By: Dick Lauritsen
Approved By: W.M. Springs

PARTNERS APPROVAL:
Date: _____
By: _____

BEFORE EXAMINER STAMETS
OIL CONSERVATION DIVISION
EXHIBIT NO. 3
CASE NO. 7742
Submitted by Applicant
Hearing Date 12/16/82