

AMERIND OIL COMPANY, LTD.

ROBERT M. LEIBROCK
ROBERT C. LEIBROCK

SUITE 500, WILCO BUILDING
415 WEST WALL STREET
MIDLAND, TEXAS 79701-4467

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September 9, 1997

MS

RECEIVED

SEP 15 1997

Oil Conservation Division
State of New Mexico
2040 South Pacheco
Santa Fe, New Mexico 87505

Case 1752
RE: Order No. R-10791

Gentlemen:

Pursuant to the above Order, enclosed please find a summary of completed well cost for the Amerind Oil Company Limited Partnership Field No. 1-y, located in the N/2 SE/4 Section 3, T16S, R35E, Lea County, New Mexico.

We request the Division to accept the enclosed cost figures as reasonable well costs for the well. An amended well cost figure will be furnished at such time as it may become necessary to install a pump and associated equipment to maintain the production of oil and gas. The provisions for the pumping equipment are set out in the original AFE for the well.

Very truly yours,

AMERIND OIL COMPANY
LIMITED PARTNERSHIP

[Signature]

Robert C. Leibrock
General Partner

RCL/mab

Enclosure

cc: Per attached list

AMERIND OIL COMPANY, LTD.

Oil Conservation Division

-2-

September 9, 1997

- | | | | |
|----|---|----|---|
| 1. | Mr. Kenneth G. Cone
400 West Illinois Avenue
Midland, Texas 79701 | 2. | Estate of Reita Schnaubert
c/o Mary A. Irwinski
4404 Odessa Avenue
Fort Worth, Texas 76110 |
| 2. | A. L. Cone Partnership
Attn: Mr. Larry Petree
P. O. Box 3457
Lubbock, Texas 79452 | 7. | Ameristate Oil and Gas
Attn: Mr. Mark Nearburg
1211 West Texas Avenue
Midland, Texas 79701 |
| 3. | Ms. Elva Moad
P. O. Box 456
Crosbyton, Texas 79322 | 8. | John F. Herbig, Jr.
110 N. Marienfeld, Suite 110
Midland, Texas 79701 |
| 4. | Ms. Lavena Howard, Individually &
as Independent Executrix of the
Estate of L. W. Howard
c/o Mary A. Irwinski
4404 Odessa Avenue
Fort Worth, Texas 76110 | 9. | Fuel Products, Inc.
Attn: Mr. Thomas M. Bell
P. O. Box 3098
Midland, Texas 79702 |
| 5. | Ms. Joan Garrison
c/o Mary A. Irwinski
4404 Odessa Avenue
Fort Worth, Texas 76110 | | |

AMERIND OIL COMPANY, LTD.

September 5, 1997

Field No. 1-Y, Lea County, New Mexico

LEASE EQUIPMENT

Surface Casing	\$	5,682.34
Intermediate Casing		59,130.25
Production Casing		94,436.17
Tubing		42,955.69
Fittings		4,227.27
Circulating Pump		750.00
Separator		750.00
Tanks, Heater-Treaters		9,000.00
Well Head		<u>12,095.30</u>

TOTAL LEASE EQUIPMENT

\$229,027.02

INTANGIBLE COST

Drilling Overhead	\$	5,400.00
Supervision		14,964.40
Acidizing		10,454.69
Cementing		48,856.78
Contract Services		24,851.41
Drilling		261,944.88
Engineering		350.00
Equipment Rental		1,729.92
Location		21,249.00
Log & Perforate		24,659.68
Mud Logging		5,317.00
Mud & Chemicals		17,698.83
Completion Unit		8,351.08
Supplies		364.44
Testing		4,968.09
Trucking		887.70
Water		<u>12,290.34</u>

TOTAL INTANGIBLE COST

464,338.24

LEASE OPERATING EXPENSE

Administrative Overhead	\$	1,080.00
Contract Pumping Service		412.16
Supervision		204.05
Paraffin Scrape		850.21
Salt Water Disposal		<u>110.83</u>

TOTAL LEASE OPERATING EXPENSE

2,657.25

TOTAL COST

\$696,022.51