

Operator: CHI OPERATING INC.

Well Name: COAL TRAIN FED COM #1

Area:

Projected Depth: 10,400 Lease: 991720 Well: 1 Afe No: 1

Objective: MORROW

Approx Begin Date:

Location: S/2 SEC. 10 T-17-S R-28-E

Cost Category	Description	Estimated
INTANGIBLE DRILLING		
	SURVEYING & PERMIT	750
	ROADS & LOCATIONS	15,000
	DRILLING - FOOTAGE	200,000
	DRILLING - DAYWORK	30,000
	CEMENT - SURFACE	6,000
	CEMENT - INTERMEDIATE	10,000
	DRILLSTEM TESTING	5,000
	DRILLING FLUIDS	30,000
	WATER	15,400
	GEOLOGICAL	2,000
	ENGINEERING	4,000
	MUD LOGGING	14,000
	OPENHOLE LOGGING	28,000
	EQUIPMENT RENTAL	14,000
	TRUCKING	2,000
	LABOR	2,000
	LEGAL	7,000
	OVERHEAD & EXPENSES	4,500
	CASING CREWS	3,500
	MISCELLANEOUS INTANGIBLES	8,000
	TOTAL INTANGIBLE DRILLING	401,150
TANGIBLE DRILLING		
	CASING - SURFACE	7,500
	CASING - INTERMEDIATE	21,000
	WELLHEAD EQUIPMENT	10,000
	MISCELLANEOUS TANGIBLES	6,000
	TOTAL TANGIBLE DRILLING	44,500
	TOTAL DRILLING COSTS	445,650

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Cost Category	Description	Estimated

INTANGIBLE COMPLETION		
	LOCATIONS	1,000
	COMPLETION UNIT	15,000
	LOGGING & PERFORATE	15,000
	CEMENT - PRODUCTIONS	25,000
	ACIDIZING	10,000
	WATER	2,000
	ENGINEERING	4,000
	EQUIPMENT RENTAL	4,000
	TRUCKING	2,000
	LABOR	9,000
	LEGAL	2,000
	OVERHEAD & EXPENSES	2,000
	MISCELLANEOUS INTANGIBLES	2,500
	TOTAL INTANGIBLE COMPLETION	93,500
TANGIBLE COMPLETION		
	CASING - PRODUCTION/EQUIPMENT	78,000
	WELLHEAD	10,000
	TUBING	28,000
	SEPARATOR	13,000
	TANKS - PRODUCTION & WATER	10,000
	VALVES & FITTINGS	12,000
	MISCELLANEOUS TANGIBLES	9,000
	TOTAL TANGIBLE COMPLETION	160,000
	TOTAL COMPLETION COSTS	253,500
	TOTAL WELL COSTS	699,150