

MEWBOURNE OIL COMPANY
AUTHORIZATION FOR EXPENDITURE

Prospect: DIAMOND "A"

Field: EMPIRE MORROW SOUTH (GAS)

Well Name and No: DIAMOND "A" 27 STATE #1

Location: 1756' FSL & 660' FEL

Section: 27

Block

Township: 17S

Range: 28E

County: EDDY

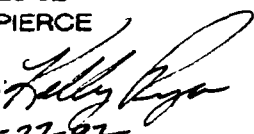
State: N.M.

Proposed Depth: 10,600'

	DESCRIPTION	Cost To Casing Point AFE NO.	Completion Cost AFE NO.
	INTANGIBLE COST 180		
300	Permits and Surveys	600	600
301	Location, Roads and surveys	15000	2000
302	Footage or Turnkey Drilling	179100	0
303	Day Work	13000	0
304	Fuel, Water and Other	30000	2000
305	Completion/Workover Rig	0	15000
306	Mud and Chemicals	35000	0
307	Cementing	9500	15500
308	Logging and Wireline	15800	5500
309	Casing-Tubing Services	0	2000
310	Mud Logging	3500	0
311	Testing	2500	2000
312	Treating	0	48000
313	Coring	0	0
320	Transportation	6000	5000
321	Welding and Construction Labor	2000	2000
322	Contract Supervision	0	0
330	Equipment Rental	6000	4000
334	Well/Lease Legal/Tax	500	500
335	Well/Lease Insurance	6000	0
350	Intangible Supplies	1000	500
360	Pipeline ROW and Easements	0	3000
367	Pipeline Interconnect	0	12000
375	Company Supervision	31000	9000
380	Overhead Fixed Rate	8800	6000
399	Contingencies	18265	6730
	Total Intangibles	\$383,565	\$141,330
	TANGIBLE COST 181		
	Conductor Casing	0	0
	Surface Casing 13 3/8" @ 400'	8800	0
	Intermediate Casing 9 5/8" @ 2600'	30000	0
	Production Casing 5 1/2" @ 10,600'	0	79500
	Production Casing	0	0
	Tubing 2 7/8" @ 10,600'	0	24400
860	Drilling Head	4000	0
865	Tubing Head	0	3500
870	Upper Section	0	4500
875	Sucker Rods	0	0
880	Packer, Pump & Other Subsurface	0	6000
885	Pumping Unit & Prime Mover + Electricity	0	0
890-1	Tanks (Steel & Fiberglass)	0	6000
894-5	Separation Equipment (fired, Non-fired)	0	10000
898	Metering Equipment	0	3000
900	Line Pipe	0	18500
905	Valves	0	5000
906	Miscellaneous Fittings & Accessories	0	3000
910	Production Equipment Installation	0	10000
920	Pipeline Construction	0	30000
	Total Tangibles	\$42,800	\$203,400
	SUBTOTAL	\$426,365	\$344,730
	TOTAL WELL COST	\$771,095	

Date Prepared: 10-23-92

Prepared By: BILL PIERCE

Company Approval: 

Date Approved: 10-27-92

Joint Owner Approval:

Joint Owner Interest:

Joint Owner Amount:

