

WALSH ENGINEERING & PRODUCTION CORP.

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Drilling and Completion Cost Estimate BY: *Ann***San Juan Resources of Colorado
AUTHORITY FOR EXPENDITURE****Tecumseh #1E****Location:** Section 18, S/2 T30N, R11W, San Juan Co., NM**Proposed Depth:** 6750' 1470fsl, 1095fsl **Objective:** Mesaverde and Dakota,
with completion in DK & MV

	Tangible	Intangible	Total
I. Drilling Costs(Include Running Casing)			
Survey and Permits		1,000	1,000
Drilling Title Opinion/Ownership Report/Curative Costs		10,000	10,000
Damages		5,000	5,000
Dirt Work		10,000	10,000
Pit Liner and Fence		1,000	1,000
Drilling Daywork at \$8200/day		90,200	90,200
Rig Rentals		16,000	16,000
Drill Bits		10,000	10,000
Rig Mob and Demob		8,000	8,000
Water and Water Hauling		15,000	15,000
Drilling Mud, Air Pkg, and Nitrogen		20,000	20,000
Surface Casing (250' of 9-5/8" @ 20.36 \$/ft.)	5,090		5,090
Casing Head	10,000		10,000
Cement Surface		3,500	3,500
Logs		5,000	5,000
Mud Logger		0	0
Intermediate Casing (3625' of 7" @ 11.81 \$/ft.)	42,811		42,811
Casing Crew		6,000	6,000
Cement Intermediate		11,000	11,000
Miscellaneous		6,000	6,000
Trucking		26,000	26,000
Engineering/Supervision		8,200	8,200
Overhead		1,670	1,670
Total Drilling Cost	57,901	253,570	311,471
10% Contingency	5,790	25,357	31,147
Grand Total Drilling Costs	63,691	278,927	342,618

II. Completion Costs (as needed).			
Production Casing (6750' at \$6.86/ft)	46,305		46,305
Cement Production Casing		8,200	8,200
Casing Crew		4,000	4,000
Tubing Head and Well Connection Fittings	600		600
Tubing (6750' of 2-3/8" @ 3.29 \$/ft.)	22,208		22,208
Perf		11,000	11,000
Stimulation		105,000	105,000
Tool Rental (Frac Valve)		1,100	1,100
Frac Tank Rental		1,300	1,300
Completion Fluids		4,000	4,000
Completion Rig (7 days at \$2100/day)		14,700	14,700
Separator	6,900		6,900
Flowlines and Install	2,000	4,650	6,650
Tank and Fittings	12,900		12,900
Trucking		8,000	8,000
Pipelines/gathering Lines	10,000	10,000	20,000
Restore Location		1,500	1,500
Engineering/Supervision		2,000	2,000
Overhead		1,670	1,670
Completion Costs	100,913	177,120	278,033
10% Contingency	10,091	17,712	27,803
Total Completion Costs	111,004	194,832	305,836
Grand Total Well Costs	174,695	473,759	648,454

Prepared By: Paul C. Thompson, P.E.
Date: Sept 21, 2004Working Interest Owner 9.60529%
Burlington Res. O&G Co. \$62,285.93ESTIMATED COSTS ONLY--Each participating
Owner to pay Proportionate Share of Actual
Well Costs Subject to Operating Agreement**Burlington Resources Oil & Gas Company LP**By: *WB/ML* 11/4/04
Ben Malone, Sr. LandmanBEFORE THE
OIL CONSERVATION DIVISION
Case No. 13391 Exhibit No. 11
Submitted By:
San Juan Resources
Hearing Date: January 6, 2005

WALSH ENGINEERING & PRODUCTION CORP.

Drilling and Completion Cost Estimate

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Date: Sept 21, 2004

Working Interest Owner 1.89588%
Hartman O&G LLC \$12,293.92

ESTIMATED COSTS ONLY—Each participating
Owner to pay Proportionate Share of Actual
Well Costs Subject to Operating Agreement

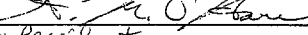
By: [Signature]
Title: Managing Member

file Tee #1E Hartman file

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Maralex Resources \$32,919.18ESTIMATED COSTS ONLY--Each participating
Owner to pay Proportionate Share of Actual
Well Costs Subject to Operating AgreementBy: 
Title: President

WALSH ENGINEERING & PRODUCTION CORP.

Drilling and Completion Cost Estimate

San Juan Resources of Colorado AUTHORITY FOR EXPENDITURE

Tecumseh #1E

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By: _____
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Date: Sept 21, 2004Working Interest Owner 1.02587%
George Mosley et ux \$6,652.30ESTIMATED COSTS ONLY—Each participating
Owner to pay Proportionate Share of Actual
Well Costs Subject to Operating AgreementBy: George Mosley
Title: Owner

WALSH ENGINEERING & PRODUCTION CORP.

Drilling and Completion Cost Estimate

San Juan Resources of Colorado AUTHORITY FOR EXPENDITURE

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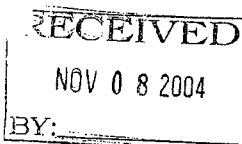
Prepared By: Paul C. Thompson, P.E.
Date: Sept 21, 2004

Working Interest Owner 1.02587%
Mary Mosley \$6,652.30

ESTIMATED COSTS ONLY--Each participating
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By: Mary Gwendolyn Mosley
Title: Interest owner

It will be buying in.

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 Bob L. Mosley \$6,652.30

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 By: Bob L. Mosley
 Title: Working Interest Owner

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Rig Mob and Demob		8,000	8,000
Water and Water Hauling		15,000	15,000
Drilling Mud, Air Pkg, and Nitrogen		20,000	20,000
Surface Casing (250' of 9-5/8" @ 20.36 \$/ft.)	5,090		5,090
Casing Head	10,000		10,000
Cement Surface		3,500	3,500
Logs		5,000	5,000
Mud Logger		0	0
Intermediate Casing (3625' of 7" @ 11.81 \$/ft.)	42,811		42,811
Casing Crew		6,000	6,000
Cement Intermediate		11,000	11,000
Miscellaneous		6,000	6,000
Trucking		26,000	26,000
Engineering/Supervision		8,200	8,200
Overhead		1,670	1,670
Total Drilling Cost	57,901	253,570	311,471
10% Contingency	5,790	25,357	31,147
Grand Total Drilling Costs	63,691	278,927	342,618

II. Completion Costs (as needed).

Production Casing (6750' at \$6.86/ft)	46,305		46,305
Cement Production Casing		8,200	8,200
Casing Crew		4,000	4,000
Tubing Head and Well Connection Fittings	600		600
Tubing (6750' of 2-3/8" @ 3.29 \$/ft.)	22,208		22,208
Perf		11,000	11,000
Stimulation		105,000	105,000
Tool Rental (Frac Valve)		1,100	1,100
Frac Tank Rental		1,300	1,300
Completion Fluids		4,000	4,000
Completion Rig (7 days at \$2100/day)		14,700	14,700
Separator	6,900		6,900
Flowlines and Install	2,000	4,650	6,650
Tank and Fittings	12,900		12,900
Trucking		8,000	8,000
Pipelines/gathering Lines	10,000	10,000	20,000
Restore Location		1,500	1,500
Engineering/Supervision		2,000	2,000
Overhead		1,670	1,670
Completion Costs	100,913	177,120	278,033
10% Contingency	10,091	17,712	27,803
Total Completion Costs	111,004	194,832	305,836
Grand Total Well Costs	174,695	473,759	648,454

Prepared By: Paul C. Thompson, P.E.
Date: Sept 21, 2004Working Interest Owner 1.02587%
Betty Nelms \$6,652.30ESTIMATED COSTS ONLY—Each participating
Owner to pay Proportionate Share of Actual
Well Costs Subject to Operating AgreementBy: *Betty A. Nelms*
Title: *Working Interest Owner*

WALSH ENGINEERING & PRODUCTION CORP.

Drilling and Completion Cost Estimate

San Juan Resources of Colorado AUTHORITY FOR EXPENDITURE

Tecumseh #1E

Location: Section 18, S/2 T30N, R11W, San Juan Co., NM

Proposed Depth: 6750' 1470fsl, 1095fwt Objective: Mesaverde and Dakota,
with completion in DK & MV

	Tangible	Intangible	Total
I. Drilling Costs(Include Running Casing)			
Survey and Permits		1,000	1,000
Drilling Title Opinion/Ownership Report/Curative Costs		10,000	10,000
Damages		5,000	5,000
Dirt Work		10,000	10,000
Pit Liner and Fence		1,000	1,000
Drilling Daywork at \$8200/day		90,200	90,200
Rig Rentals		16,000	16,000
Drill Bits		10,000	10,000
Rig Mob and Demob		8,000	8,000
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Prepared By: Paul C. Thompson, P.E.
Date: Sept 21, 2004

Working Interest Owner 9.60529%
ConocoPhillips \$62,285.93

ESTIMATED COSTS ONLY--Each participating
Owner to pay Proportionate Share of Actual
Well Costs Subject to Operating Agreement

By: Tam Johnson 11/1/04
Title: Reservoir Engineer
ConocoPhillips