

Devon Energy Production Company, L.P.

Keller 4 State Com # 1 - Drill a 14,200' well to test the Atoka / Morrow

AFE NUMBER

OPERATOR	Devon Energy Production Company, L.P.	AFE PREPARED BY	WATER DEPTH (FT)	14,200
DIVISION	NO DIVISION ENTERED	DRY HOLE	TMD (FT)	14,200
BLOCK	INCOMPLETE DATA	CASE & SUSPEND	TVD (FT)	14,200
PROSPECT		COMPLETION	PSTMD (FT)	
COUNTY/STATE	LEA / NM	DRLO SUPERINTENDENT	PSTVD (FT)	
COUNTRY		COMP SUPERINTENDENT	KB ELEV (FT)	
PROPERTY NUMBER			GL (FT)	3,638
LEGAL DESCRIPTION	1986' FSL & 1478' FWL of Section 4, T23S-R36E, Lea County, New Mexico		EST START DATE	
BUDGETED	YES - ORIGINAL			
WORK DESCRIPTION	Drill a 14,200' vertical well to test the Atoka and Morrow.			

SUB	DESCRIPTION	206 DRY HOLE	377 P&A	TOTAL OH	CASE & SUSPEND	210 COMPLETION	TOTAL C&C	TOTAL
011	LAND / LEGAL	\$ 1,000.00		\$ 1,000.00				\$ 1,000.00
012	SURF DAMAGE/RIGHT OF WAY	\$ 11,850.00		\$ 11,850.00				\$ 11,850.00
013	LOCATION,ROADS,PITS,FENCES	\$ 98,300.00		\$ 98,300.00		\$ 3,000.00	\$ 3,000.00	\$ 101,300.00
014	ARCHAEOLOGICAL TESTING	\$ 1,200.00		\$ 1,200.00				\$ 1,200.00
019	OTHER SITE PREPARATION				\$ 2,310.00		\$ 2,310.00	\$ 2,310.00
022	WEATHER DELAY							
041	TURNKEY DRILLING COSTS							
042	FOOTAGE							
043	DAYWORK	\$ 494,125.00		\$ 494,125.00	\$ 59,535.00		\$ 59,535.00	\$ 553,660.00
044	MOB / DEMOB	\$ 78,885.00		\$ 78,885.00				\$ 78,885.00
045	DIRECTIONAL DRILLING							
049	OTHER CONTRACTOR SERVICES							
055	TRAVEL							
056	MEALS / ENTERTAINMENT							
101	DRILL BITS	\$ 127,050.00		\$ 127,050.00				\$ 127,050.00
102	DRILLING/COMPLETION FLUIDS	\$ 138,800.00		\$ 138,800.00		\$ 11,550.00	\$ 11,550.00	\$ 150,350.00
103	SURF RENTAL TOOLS & EQUIP.	\$ 40,425.00		\$ 40,425.00	\$ 4,851.00	\$ 8,088.00	\$ 12,939.00	\$ 53,364.00
104	DOWNHOLE RENTAL TOOLS & EQUIP.	\$ 64,880.00		\$ 64,880.00	\$ 6,930.00	\$ 5,775.00	\$ 12,705.00	\$ 77,585.00
109	OTHER MATERIALS & SUPPLIES	\$ 8,000.00		\$ 8,000.00		\$ 5,775.00	\$ 5,775.00	\$ 13,775.00
201	WELDING, ROUSTABOUTS & OTHER S	\$ 23,100.00		\$ 23,100.00		\$ 38,115.00	\$ 38,115.00	\$ 61,215.00
202	DIRT WORK / HEAVY EQUIP.							
203	TRUCKING & HOTSHOT	\$ 17,325.00		\$ 17,325.00		\$ 5,775.00	\$ 5,775.00	\$ 23,100.00
204	PIPELINE INSTALLATION					\$ 5,775.00	\$ 5,775.00	\$ 5,775.00
221	CEMENT & CEMENTING SERVICES	\$ 69,300.00		\$ 69,300.00	\$ 28,875.00		\$ 28,875.00	\$ 98,175.00
253	P&A - IDC COSTS		\$ 30,000.00	\$ 30,000.00				\$ 30,000.00
254	FLOWBACK EQUIP - TESTING SERVICE					\$ 13,880.00	\$ 13,880.00	\$ 13,880.00
255	LOGGING					\$ 32,340.00	\$ 32,340.00	\$ 32,340.00
257	OPEN HOLE EVALUATION	\$ 118,388.00		\$ 118,388.00				\$ 118,388.00
258	DRUMS/ROV EQUIP. SERVICES							
259	CASING & TUBULAR SERVICES	\$ 28,875.00		\$ 28,875.00	\$ 5,775.00	\$ 9,345.00	\$ 15,015.00	\$ 43,995.00
262	FLUID DISPOSAL					\$ 5,775.00	\$ 5,775.00	\$ 5,775.00
265	STIMULATION & GRAVEL PACK					\$ 8,930.00	\$ 8,930.00	\$ 8,930.00
266	HELICOPTER TRANSPORTATION							
267	MARINE TRANSPORTATION							
269	CONSULTANTS	\$ 83,823.00		\$ 83,823.00	\$ 8,237.00	\$ 8,516.00	\$ 14,863.00	\$ 98,378.00
271	FISHING SERVICES							
281	COMMUNICATION SERVICES	\$ 5,775.00		\$ 5,775.00				\$ 5,775.00
301	ELECTRICITY USAGE							
302	WATER	\$ 71,810.00		\$ 71,810.00	\$ 5,775.00	\$ 5,775.00	\$ 11,550.00	\$ 83,160.00
303	INJECTED CO2							
305	DYED DIESEL							
306	POWER & FUEL	\$ 96,240.00		\$ 96,240.00	\$ 12,128.00		\$ 12,128.00	\$ 108,368.00
410	DEEPWATER - FEASIBILITY STUDY							
411	DEEPWATER - INTEGRATED PROJ/EN							
412	DEEPWATER - DEVELOP PLAN							
413	DEEPWATER - FINAL DESIGN							
501	PULLING & SWABBING UNITS					\$ 17,787.00	\$ 17,787.00	\$ 17,787.00
502	SHUDDING & COILED TUBING UNITS							
603	BACKFILL PIT/RESTORE LOCATION					\$ 5,775.00	\$ 5,775.00	\$ 5,775.00
652	SAFETY EQUIPMENT & TRAINING	\$ 10,107.00		\$ 10,107.00	\$ 1,213.00		\$ 1,213.00	\$ 11,320.00
699	ENVIRONMENTAL & SAFETY MISC.							
711	COMPANY SUPERVISION					\$ 3,000.00	\$ 3,000.00	\$ 3,000.00
721	OVERHEAD							
731	CONSTRUCTION OVERHEAD							
741	WELL CONTROL INSURANCE							
751	LOST & DAMAGED EQUIPMENT							
801	FIELD LABOR							
802	GENERAL LABOR					\$ 11,550.00	\$ 11,550.00	\$ 11,550.00
805	REPAIR & RPL MTL-SURFACE							
806	REPAIR & RPL MTL-SUBSURFACE							
831	VEHICLE EQUIPMENT					\$ 1,000.00	\$ 1,000.00	\$ 1,000.00
841	COMPRESSOR RENTAL							
845	COMPRESSOR MAINTENANCE							
861	FIELD OFFICE EXPENSE (SHOREBASE)							
866	COMPANY BENEFITS					\$ 1,500.00	\$ 1,500.00	\$ 1,500.00
895	TAXES - INTANGIBLE							
899	INTERNATIONAL - INTANGIBLES - OTH							
TOTAL INTANGIBLE ITEMS		\$ 1,530,370.00	\$ 30,000.00	\$ 1,560,370.00	\$ 131,319.00	\$ 210,163.00	\$ 341,482.00	\$ 1,901,860.00
SUB	DESCRIPTION	207 DRY HOLE	378 P&A	TOTAL OH	CASE & SUSPEND	217 COMPLETION	TOTAL C&C	TOTAL
899	TAXES - TANGIBLE							
901	SURFACE CASING	\$ 74,100.00		\$ 74,100.00				\$ 74,100.00
902	INTERMEDIATE CASING	\$ 392,487.00		\$ 392,487.00				\$ 392,487.00
903	PRODUCTION CASING							
904	CONDUCTOR / DRIVE PIPE	\$ 5,544.00		\$ 5,544.00				\$ 5,544.00
907	P&A TUBING							
910	P&A SURFACE EQUIPMENT							
911	LINER				\$ 22,519.00		\$ 22,519.00	\$ 22,519.00
915	TUBING					\$ 65,128.00	\$ 65,128.00	\$ 65,128.00
921	SUCKER RODS							

BEFORE THE

OIL CONSERVATION DIVISION

Case 13501 Exhibit No. B

Submitted By:

Devon Energy Production Co.

Hearing Date: June 2, 2005

92d	SUBSURFACE EQUIPMENT	\$ -	\$ -	\$ -	\$ 34,850.00	\$ 10,638.00	\$ 54,395.00	\$ 54,395.00
93f	WELLHEAD VALVES & EQUIPMENT	\$ 28,875.00	\$ -	\$ 28,875.00	-	\$ 13,860.00	\$ 13,860.00	\$ 42,735.00
93g	ARTIFICIAL LIFT EQUIPMENT	-	-	-	-	-	-	-
94f	TANKS	-	-	-	\$ 28,875.00	\$ 28,875.00	\$ 28,875.00	\$ 28,875.00
94g	TREATING EQUIPMENT	-	-	-	\$ 46,200.00	\$ 46,200.00	\$ 46,200.00	\$ 46,200.00
95f	COMPRESSORS	-	-	-	-	-	-	-
95g	CATHODIC PROTECTION	-	-	-	-	-	-	-
95h	WATER DISPOSAL PUMPS	-	-	-	-	-	-	-
96f	LINE PIPE, METERS & FITTINGS	-	-	-	\$ 34,850.00	\$ 34,850.00	\$ 34,850.00	\$ 34,850.00
96g	SUBSURFACE - OTHER TANGIBLE EQ.	-	-	-	-	-	-	-
96h	SURFACE - OTHER TANGIBLE EQUIP.	-	-	-	-	-	-	-
96i	INTERNATIONAL-OTHER TANGIBLE EQ.	-	-	-	-	-	-	-
99e	TOTAL TANGIBLE ITEMS	\$ 500,570.00	\$ -	\$ 500,570.00	\$ 37,160.00	\$ 208,318.00	\$ 265,517.00	\$ 785,493.00
	A/E TOTAL			\$ 2,081,154.00		\$ 508,939.00		\$ 2,668,153.00

Working Interest Owner Signature

Working Interest Owner Signature