

Requested By: Bob Doty
Prepared By: Joe Fleming

OXY USA INC.
DETAILED WELL ESTIMATE

LEASE - WELL NO. Oxy Fat Cactus Fed Com #1 DATE: 28-Mar-05
LOCATION 660' FNL, 1400' FEL DEPTH: 10650'
S 15 T 19S R 27E COUNTY Eddy STATE New Mexico AFE NO.

DESCRIPTION	GRADE	\$/FT	QUAN.	W	ESTIMATE PRODUCER	ESTIMATE DRY HOLE	ACTUAL COST
TANGIBLES							
Casing							
Surface: 13-3/8", 48#, H-40	A	28.25	400		11,300	10,906	
Intermediate: 9-5/8", 36#, K-55	A	21.50	2125		45,688	47,700	
Production: 5-1/2", 17#, P-110/S	A	10.50	10650		111,825		
Wellhead Connections					25,000		
Tubing 2-7/8", 6.5#, N-80	A	4.50	10500		47,250		
Line Pipe & Fittings					7,500		
Packer and Accessories					9,000		
TANK BATTERY							
Stock Tanks 2 500 bbl	A				10,000		
Separator, Heater Treater, Dehydrator	A				20,000		
Meter Run & Housing	A				5,000		
Labor & Transportation					20,000		
Total Tangibles					312,563	58,606	
INTANGIBLES							
Contract Drilling Labor					435,000	435,000	
Drilling Consultants					40,000	40,000	
Mobilization					25,000	25,000	
Service Rig Work					24,000		
Subsurface Casing Equipment					5,000	2,000	
D.S.T., Electric, Radioactivity Logs, etc.					35,000	30,000	
Acidizing, Fracing					75,000		
Perforating					25,000		
Misc. Company & Contract Labor					45,000	25,000	
Road Building, Location					20,000	20,000	
Cement & Cementing Services					45,000	30,000	
Cement Squeeze Jobs							
Drilling Mud, Chemicals					35,000	35,000	
Diamond Coring & Analyses, Bits, Reamers					35,000	35,000	
Mud Logging Unit					20,000	20,000	
Rental of Miscellaneous Equipment					55,000	55,000	
Contract Hauling					35,000	25,000	
Water, Fuel					55,000	55,000	
Miscellaneous Incidentals					150,000	150,000	
Archeological Services					2,500	2,500	
Total Intangibles					1,161,500	984,500	
Total Estimated Cost - 100%					1,474,063	1,043,106	

BEFORE THE OIL CONSERVATION DIVISION
Santa Fe, New Mexico
Case No. 13534 Exhibit No. 4
Submitted by:
OXY USA WTP LTD. PARTNERSHIP
Hearing Date: August 11, 2005

Oxy USA WTP LP Authorization for Expenditure Form

DATE PREPARED: 09/28/2006 0:00

Control No. 6199

RMT/PMT Frontier

PROJECT NAME: DRILL AND EQUIP

LEASE/UNIT: OXY Fat Cactus Fed Com #1

OPERATOR: Oxy USA WTP LP

LEGAL LOCATION: 880' FNL & 1400' FEL, Section 16, T19S, R27E, Eddy County, NM

BUDGET CATEGORY: Exploitation

PROJECT DESCRIPTION:

It is proposed to drill and equip the OXY Fat Cactus Fed Com #1 as a Morrow producer in Eddy County, New Mexico. Your approval is requested.

ACCOUNTING USE ONLY:

Lease/Pit Name: OXY Fat Cactus Fed Com #1
 AFE Type: D&E O&G WELL
 Production Coordinator No.: 14201441
 State/Country: New Mexico/Eddy
 Operator Name: Oxy USA WTP LP
 Lease/Plant CC: _____
 Company/Division No.: 24177
 Oxy Wt: (%) 31.2600
 AFE Category: Original
 Project AFE No.: 99104066
 Organization Rollup Key: NPC
 Overhead Type: Drilling

OSI INPUT ONLY:

Oracle AFE No.: _____

COMPLETE FOR NEW WELLS:

☒ PRODUCER ☐ WATER DISPOSAL
☐ OIL WELL ☒ GAS WELL
☐ DEVELOPMENT WELL ☐ EXPLORATORY WELL
☐ SINGLE COMPLETION ☐ DUAL COMPLETION
 Regulatory Horizon Name: _____
 Regulatory District Number: _____

PROJECT QUALIFIED FOR EOR TAX CREDITS? ☐ YES ☐ NO IF YES, WHAT % QUALIFIES? _____

EXPENSE/CAPITAL/ PXA	DESCRIPTION	ESTIMATED COST	
		100%	OXY NET
CAPITAL CAPITAL	TANGIBLES	\$312,993	\$97,676
	INTANGIBLES	\$1,161,500	\$362,969
TOTAL PROJECT COST		\$1,474,493	\$460,645

PROJECT CONTACTS:	NAME	TITLE	PHONE NUMBER
	<u>Scott Gengler</u>	<u>Engineering Advisor</u>	<u>432 685-6826</u>
	<u>David Evans</u>	<u>Land</u>	<u>432 685-6799</u>
	<u>Bob Doty</u>	<u>Geology</u>	<u>432 685-6881</u>

PROJECT APPROVED BY: _____ PAUL A. MARTINEZ

NOTICE TO NONOPERATOR: Costs shown on this form are estimates only. Nonoperators should not consider these estimates as establishing any limit on the monies which will be required to perform the proposed operation.

APPROVAL: YES _____ NO _____

Company Name: _____

BY: _____ DATE _____

(print name)

BY: _____

(signature)