



Goetze

Via Certified Mail
Return Receipt: 91 7199 9991 7035 2749 8670

February 21, 2017

Mr. David R. Catanach
Oil Conservation Division
New Mexico Department of Energy, Minerals and Natural Resources
1220 S. St. Francis Drive
Santa Fe, New Mexico 87505

RE: **Order R-13913, as amended by R-13913-A/Case No. 15185**
Application of COG Operating LLC for a non-standard spacing
unit and proration unit and compulsory pooling
Lea County, New Mexico

Dear Mr. Catanach:

Pursuant to Order Paragraph 11 of Order R-13913, please find enclosed an itemized schedule of actual well costs for the Ivar the Boneless Federal #12H (API: 30-025-42997). By copy of this letter, the itemized schedule of actual well costs is also being sent to Ard Oil, Ltd. and Ard Energy, Ltd.

Should you have any questions, please contact Joseph Scott at 432-688-6601 or jscott@concho.com.

Sincerely,

COG OPERATING LLC

Kelli D. Hayes

Kelli D. Hayes
Land Coordinator

Enclosure(s)

CC:

Ard Oil, Ltd. & Ard Energy, Ltd.
Attn: Mr. Julian Ard
224 W. 4th Street PH 5
Fort Worth, TX 76102

Lease Operating Statement

Total
Reported
Period

IVAR THE BONELESS FED #12H - Zone 309140.012H.1

Investment Gross ICC

C-Bits	\$8,967.51
C-Coil Tubing	\$68,016.29
C-Company Sprvsn	\$8,550.00
C-Completion OH	\$7,723.89
C-Completion Unit	\$40,259.44
C-Contract Labor	\$800.00
C-Contract Sprvsn	\$98,790.58
C-Dyed Diesel	\$2,523.21
C-Flowback Crews & Equip	\$17,139.37
C-Lctn/Pits/Roads	\$4,999.02
C-Logging	\$10,775.32
C-Miscellaneous	\$71.43
C-Mud & Chemicals	\$19,966.75
C-Offset Frac	\$81,982.49
C-Perf/Wireline Svc	\$120,524.15
C-Rentals-Subsrfc	\$20,655.40
C-Rentals-Surface	\$182,758.60
C-Stimulation/Treating	\$585,502.36
C-Trucking/Forklift/Rig Mobil	\$72,200.47
C-Tstg Csg/Tbg/Rods	\$1,568.66
C-Water	\$155,390.77
C-Water Disposal	\$18,315.96
TB-Contract Labor	\$963.46
TB-Trkg/Forklift/Rig Mobilztn	\$1,005.81
ICC Gross	\$1,529,450.94

IDC

D-Bits	\$60,579.52
D-Cement 2nd Intermediate	\$65,733.10
D-Cement Surface	\$34,298.32
D-Company Sprvsn	\$95,750.00
D-Contract Sprvsn	\$32,929.36
D-Csg Crews & Equip	\$17,217.29
D-Daywork Contract	\$300,543.13
D-Directional Drlg Services	\$154,556.14
D-Drilling Overhead	\$5,541.05
D-Envmntl/Clsd Loop	\$294,269.27
D-Float Equip/Centlzt	\$10,535.23
D-Fshg Tools & Svc	\$8,538.77
D-Fuel & Power	\$36,442.24
D-Lctn/Pits/Roads	\$40,283.37
D-Miscellaneous	\$19,003.40
D-Mud & Chemicals	\$8,716.17
D-Mud Logging Unit	\$18,393.14
D-Rentals-Subsrfc	\$63,108.03
D-Rentals-Surface	\$57,264.89
D-Survey/Stake Lctn	\$3,034.94

Lease Operating Statement

	Total Reported Period
D-Title/Permits	\$11,615.79
D-Trucking/Forklift/Rig Mobil	\$58,733.03
D-Tstg Csg/Tbg	\$22,837.53
D-Water	\$9,499.04
D-Welding Services	\$3,350.24
IDC Gross	\$1,432,772.99
LWC	
C-Prodctn Csg/Liner	(\$517.60)
C-Pumps-Sub Surface (BH)	\$16,083.51
C-Tubing	\$26,168.98
PEQ-Electrical System	\$8,052.09
TB-Couplings/Fittings/Valves	\$43,454.24
TB-Electrical System-Equipment	\$29,004.24
TB-Hlr Trlr/Seprtr	\$41,524.38
TB-Meters/Lacts	\$5,538.11
LWC Gross	\$169,307.95
LWD	
D-Couplings/Fittings/Valves	\$2,295.41
D-Intermed Csg	\$39,673.77
D-Production Casing/Liner	\$141,948.14
D-Surface Casing	\$21,890.43
D-Wellhead Equip	\$27,705.04
LWD Gross	\$233,512.79
Gross Total	\$3,365,044.67

End: IVAR THE BONELESS FED #12H - Zone 309140.012H.1