

BASS ENTERPRISES PRODUCTION CO.

201 MAIN ST.
FORT WORTH, TEXAS 76102-3131
817/390-8400

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FEDERAL EXPRESS

July 21, 1995

State of New Mexico
Energy, Mineral and Natural Resources Department
Oil Conservation Division
2040 S. Pacheco
Santa Fe, New Mexico 87505

ms

Attn: William J. LeMay, Director

Re: Case No. 11336
Order No. R-10425
Bass Enterprises Production Co.
Compulsory Pooling Order for
Turkey Track 2 State Com Well No. 1
E/2 Section 2, T19S-R28E, NMPM
Eddy County, New Mexico

Gentlemen:

Pursuant to the terms of the Oil Conservation Division, Order No. R-10425, Bass Enterprises Production Co. hereby submits a copy of the itemized schedule of estimated well costs for the drilling of the Turkey Track 2 State Com Well No. 1. Each working interest owner within the Turkey Track 2 State Com Well No. 1 spacing unit has been provided a copy of this itemized schedule of estimated well costs. The schedule attached hereto is the same as submitted by Bass at the July 13, 1995 hearing, showing a dry hole cost of \$466,000.00 and a total drilling and completion cost of \$958,000.00. Bass plans to commence the drilling of this well on or before October 15, 1995, pursuant to the terms of the Order. Should you need anything further, please feel free to contact me at (817) 390-8568.

Sincerely,

Worth Carlin

Worth Carlin

WWC:lh

BASS ENTERPRISES PRODUCTION COMPANY
AFE COST DETAIL

WELL: TURKEY TRACK 2 ST COM NO.1
LOCATION: SEC 2 T19S-R28E

DEPTH: 11,200'
COUNTY: EDDY

DATE: 4/21/95
STATE: NEW MEXICO

JOINT INTEREST COST DISTRIBUTION

(ESTIMATED COSTS)

INTERESTS:

BASS BCP = 37.50%
BASS ACP = 37.50%

OTHER BCP = 62.50%
OTHER ACP = 62.50%

BASS APO = 37.50%
OTHER APO = 62.50%
UP FRONT = \$0.00

COMPLETED COST

	<u>TOTAL</u>	<u>JOINT OWNERS</u>	<u>BASS</u>	<u>ACTUAL</u>
<u>INTANGIBLE</u>				
DRILLING	367,000	229,375	137,625	
EVALUATION	52,000	32,500	19,500	
COMPLETION	293,000	183,125	109,875	
SUBTOTAL	712,000	445,000	267,000	
<u>TANGIBLE</u>				
DRILLING	47,000	29,375	17,625	
COMPLETION	135,000	84,375	50,625	
SUBTOTAL	182,000	113,750	68,250	
<u>LEASE EQUIPMENT</u>	64,000	40,000	24,000	
TOTAL	958,000	598,750	359,250	

DRY HOLE COST

	<u>TOTAL</u>	<u>JOINT OWNERS</u>	<u>BASS</u>	<u>ACTUAL</u>
<u>INTANGIBLE</u>				
DRILLING	367,000	229,375	137,625	
EVALUATION	52,000	32,500	19,500	
SUBTOTAL	419,000	261,875	157,125	
<u>TANGIBLE</u>				
DRILLING	47,000	29,375	17,625	
TOTAL	466,000	291,250	174,750	

WRD
4/21/95

AFE COST DETAIL

WELL: TURKEY TRACK 2 ST COM NO.1
 LOCATION: SEC 2 T19S-R28E

DEPTH: 11,200'
 COUNTY: EDDY

DATE: 4/21/95
 STATE: NEW MEXICO

COST CATEGORY	ESTIMATED	ACTUAL	DIFFERENCE
I. INTANGIBLE DRILLING COST			
A. SURFACE COST			
SURVEY LOCATION / DAMAGES / ROW	1,500	0	0
ARCH SURVEY / PERMITS	0	0	0
LOCATION/PITS/ROAD/MAINT/RESTORE	28,000	0	0
CONDUCTOR/MHRH SERVICES	0	0	0
PIT LINER	3,500	0	0
OTHER	0	0	0
B. DRILLING RIG			
FOOTAGE / TURNKEY \$17.00/FT	190,500	0	0
MOB/DE-MOB	0	0	0
DAYRATE W/DP	0	0	0
FUEL	0	0	0
OTHER	0	0	0
C. SURFACE CASING			
CASING CREW/LD MACHINE	0	0	0
FLOAT EQUIPMENT/CENTRALIZERS/ETC	1,000	0	0
CEMENT & SERVICES	3,000	0	0
BOPE TEST/NU CREW/FLUID CALIPER	0	0	0
INSPECTION/TRANSPORTATION	2,000	0	0
BITS / BHA / SHOCK SUB	0	0	0
OTHER	0	0	0
D. PROTECTIVE CASING			
CASING CREW/LD MACHINE 1ST	0	0	0
FLOAT EQUIPMENT/CENTRALIZERS/ETC 1ST	1,500	0	0
CEMENT & SERVICES 1ST	11,500	0	0
BOPE TEST/NU CREW/FLUID CALIPER 1ST	0	0	0
INSPECTION/TRANSPORTATION 1ST	3,000	0	0
BITS / BHA / SHOCK SUB 1ST	0	0	0
OTHER 1ST	0	0	0
CASING CREW/LD MACHINE 2ND	0	0	0
FLOAT EQUIPMENT/CENTRALIZERS/ETC 2ND	0	0	0
CEMENT & SERVICES 2ND	0	0	0
BOPE TEST/NU CREW/FLUID CALIPER 2ND	0	0	0
INSPECTION/TRANSPORTATION 2ND	0	0	0
BITS / BHA / SHOCK SUB 2ND	0	0	0
OTHER 2ND	0	0	0
E. PRODUCTION HOLE BITS / BHA / SHOCK SUB			
	0	0	0
F. DRILLING FLUID			
MUD MATERIALS	80,000	0	0
WATER	20,000	0	0
DISPOSAL	2,000	0	0
OTHER	0	0	0
G. DIRECTIONAL SURVEYS / SERVICES			
	0	0	0
H. GENERAL TRANSPORTATION			
	0	0	0
I. SUPERVISION \$450/day			
	3,600	0	0
J. RENTALS			
SUPER CHOKE/ PVT/ FLOW SENSOR	0	0	0
M-G SEPARATOR / FLARE STACK / IGNITION	0	0	0
SOLIDS CONTROL	8,000	0	0
TRAILER / WATER / TRASH / SEPTIC	2,500	0	0
WELDING / ROUSTABOUT / FORKLIFT / ETC	500	0	0
JARS / ROTATING HEAD / BHA INSPECTION	0	0	0
H2S SAFETY SERVICES & EQUIPMENT	0	0	0
COMMUNICATION	1,000	0	0
OTHER	0	0	0
OTHER	0	0	0
K. FISHING			
	0	0	0
L. MISC. COST (INCLUDING P & A)			
	3,900	0	0
TOTAL INTANGIBLE DRILLING COSTS	367,000	0	0

AFE COST DETAIL

WELL: TURKEY TRACK 2 ST COM NO.1
 LOCATION: SEC 2 T19S-R28E

DEPTH: 11,200'
 COUNTY: EDDY

DATE: 4/21/95
 STATE: NEW MEXICO

COST CATEGORY	ESTIMATED	ACTUAL	DIFFERENCE
II. TANGIBLE DRILLING COST			
A. CONDUCTOR CASING	0	0	0
B. SURFACE CASING			
300' OF 11-3/4", 42#, WC-40 @ \$15.50/FT	4,700	0	0
	0	0	0
C. PROTECTIVE CASING			
3200' OF 8-5/8", 32#, WC-50 @ \$11.00/FT	35,500	0	0
	0	0	0
PROTECTIVE CASING / LINER			
1ST	0	0	0
2ND	0	0	0
	0	0	0
D. SURFACE CASING HEAD WP, USED	2,000	0	0
13-5/8" 3M X 11-3/4" 3M	0	0	0
E. PROTECTIVE CASING HEAD(S)	3,500	0	0
11" 5M X 13-5/8" 3M	0	0	0
F. LINER HANGER	0	0	0
G. OTHER	0	0	0
	0	0	0
H. MISCELLANEOUS	1,300	0	0
TOTAL TANGIBLE DRILLING COST	47,000	0	0
III. EVALUATION			
A. LOGGING COST			
GR-CNL-LDT-DLL-MSFL (3200-SUR)	7,000	0	0
GR-CNL-LDT-DLL-MSFL (TD - 3200')	17,000	0	0
	0	0	0
B. DRILL STEM TEST COST			
DST SERVICES	0	0	0
SURFACE EQUIPMENT	0	0	0
C. ROTARY / SIDEWALL CORES	0	0	0
D. CONVENTIONAL CORING			
FOOTAGE CHARGE/SUPERVISION	0	0	0
BIT DAMAGE	0	0	0
E. SIDEWALL/CONVENTIONAL CORE ANALYSIS	0	0	0
	0	0	0
F. MUD LOGGING COST \$450/DAY	14,000	0	0
G. BASS SUPERVISION	2,000	0	0
H. DAILY SPREAD SHEET COST	0	0	0
\$7000 X 1-1/2 DAYS	10,500	0	0
I. OTHER	0	0	0
	0	0	0
J. MISCELLANEOUS COST	1,500	0	0
TOTAL EVALUATION COST	52,000	0	0

AFE COST DETAIL

WELL: TURKEY TRACK 2 ST COM NO.1

DEPTH: 11,200'

DATE: 4/21/95

LOCATION: SEC 2 T19S-R28E

COUNTY: EDDY

STATE: NEW MEXICO

COST CATEGORY	ESTIMATED	ACTUAL	DIFFERENCE
IV. INTANGIBLE COMPLETION COST			
A. DAILY DRILLING SPREAD SHEET COST (2 days @ 7000/day)	14,000	0	0
B. COMPLETION RIG (14 days @ 1200/day)	16,800	0	0
C. PRODUCTION CASING			
CASING CREW/LD MACHINE	3,500	0	0
FLOAT EQUIPMENT/CENTRALIZERS/DV TOOL	1,500	0	0
TURBOLIZERS/SCRATCHERS/SEAL UNITS	5,000	0	0
CEMENT & SERVICES	17,000	0	0
INSPECTION/TRANSPORTATION	3,000	0	0
DRIFTING AND SANDBLASTING	1,500	0	0
OTHER	0	0	0
D. SUPERVISION			
DRILLING (2 days @ 450/day)	900	0	0
PRODUCTION (21 days @ 300/day)	6,300	0	0
E. LABOR			
CONTRACT	0	0	0
BASS	0	0	0
F. GENERAL TRANSPORTATION			
MIR & RU	0	0	0
TUBING AND RENTALS	1,000	0	0
G. PRODUCTION TUBING SERVICES			
PRESSURE TESTING / TORQUE MONITORING	2,000	0	0
MISCELLANEOUS (INTERNAL COAT, DOPE, SEAL RINGS)	0	0	0
OTHER	0	0	0
H. COMPLETION FLUID	7,000	0	0
DISPOSAL OF PROD. FLUID/COMPL. FLUID	0	0	0
I. RENTALS			
WORK STRING	15,000	0	0
DRILL COLLARS / SUBS / SCRAPERS	2,000	0	0
BOPE & TESTING	1,000	0	0
TANKS	5,000	0	0
REVERSE UNIT (4 days @ 1500/day)	6,000	0	0
MISCELLANEOUS (PKR & BP RENTALS, ETC)	5,000	0	0
OTHER	0	0	0
J. COMPLETION RIG ANCHORS	1,000	0	0
K. BITS	1,900	0	0
L. PRODUCTION LOGGING (BOND LOG, TRACER, ETC.)	20,000	0	0
	0	0	0
M. PERFORATING & DEPTH CONTROL	15,000	0	0
N. WIRELINE WORK			
ELECTRIC	0	0	0
SLICKLINE	0	0	0
BHP	2,000	0	0
O. TREATING ACID & FRAC			
SERVICES	110,000	0	0
EQUIPMENT RENTAL / ISOLATION TOOL	12,000	0	0
P. TESTING			
SWABBING	10,000	0	0
EQUIPMENT RENTAL / TEST UNIT	3,000	0	0
Q. OTHER	0	0	0
	0	0	0
R. MISCELLANEOUS	4,600	0	0
TOTAL INTANGIBLE COMPLETION COSTS	293,000	0	0

AFE COST DETAIL

WELL: TURKEY TRACK 2 ST COM NO.1
 LOCATION: SEC 2 T19S-R28E

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 COUNTY: EDDY

DATE: 4/21/95
 STATE: NEW MEXICO

COST CATEGORY	ESTIMATED	ACTUAL	DIFFERENCE
V. TANGIBLE COMPLETION COST			
A. PRODUCTION CASING/LINER 11,200' OF 5.5", 17.0#, K-55/N-80 LTC	78,500	0	0
B. LINER HANGER	0	0	0
C. TUBING HEAD 7-1/16 5M X 11 5M	5,000	0	0
D. PRODUCTION TUBING 11,200', 2-3/8" 4.7# N-80 @ 3.10/FT.	35,100	0	0
E. CHRISTMAS TREE (5000 psi/ Dbl Master)	15,000	0	0
F. OTHER	0	0	0
G. MISCELLANEOUS	1,400	0	0
	0	0	0
TOTAL TANGIBLE COMPLETION COST	135,000	0	0
VI. LEASE EQUIPMENT/INSTALLATION			
A. EQUIPMENT			
TANKS (2) 210 steel (1) 210 FG	15,000	0	0
HEATER / TREATER (USED/NEW)	0	0	0
SEPARATOR Stackpack	10,000	0	0
DEHYDRATOR	0	0	0
FLOWLINES / ROW	2,000	0	0
TOTAL FLOW AND METER RUN	6,000	0	0
ELECTRICAL EQUIPMENT / ROW	0	0	0
PUMPING UNIT	0	0	0
PUMPING UNIT BASE AND SET	0	0	0
PRIME MOVER	0	0	0
DOWNHOLE EQUIPMENT			
RODS	0	0	0
PUMP	0	0	0
TUBING ANCHOR	0	0	0
PACKER & SEAL ASSEMBLY	10,000	0	0
POLISH ROD LINER	0	0	0
WATER DISPOSAL EQUIPMENT	0	0	0
CONNECTIONS (safety/HP valves)	15,000	0	0
B. LABOR (5 days)	4,000	0	0
C. GAS LINE CONNECTION / ROW	0	0	0
	0	0	0
D. OTHER	0	0	0
E. MISCELLANEOUS	2,000	0	0
TOTAL LEASE EQUIPMENT	64,000	0	0

BASS ENTERPRISES PRODUCTION COMPANY
AFE COST SUMMARY

WELL: TURKEY TRACK 2 ST COM NO.1	DEPTH: 11,200'	DATE: 4/21/95
LOCATION: SEC 2 T19S-R28E	COUNTY: EDDY	STATE: NEW MEXICO

COST CATEGORY	ESTIMATE
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I. INTANGIBLE DRILLING COST

A. SURFACE COST	33,000
B. DRILLING RIG	190,500
C. SURFACE CASING	6,000
D. PROTECTIVE CASING	16,000
E. PRODUCTION HOLE BITS / BHA / SHOCK SUB	0
F. DRILLING FLUID	102,000
G. DIRECTIONAL SURVEYS / SERVICES	0
H. GENERAL TRANSPORTATION	0
I. SUPERVISION	3,600
J. RENTALS	12,000
K. FISHING	0
L. MISCELLANEOUS COST (INCLUDING P&A)	3,900

TOTAL INTANGIBLE DRILLING COST	367,000
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II. TANGIBLE DRILLING COST

A. CONDUCTOR CASING	0
B. SURFACE CASING	4,700
C. PROTECTIVE CASING - 1ST	35,500
PROTECTIVE CASING - 2ND	0
D. SURFACE CASING HEAD	2,000
E. PROTECTIVE CASING HEAD (S)	3,500
F. LINER HANGER	0
G. OTHER	0
H. MISCELLANEOUS	1,300

TOTAL TANGIBLE DRILLING COST	47,000
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III. EVALUATION

A. LOGGING COST	24,000
B. DRILL STEM TEST COST	0
C. ROTARY / SIDEWALL CORES	0
D. CONVENTIONAL CORING	0
E. SIDEWALL / CONVENTIONAL CORE ANALYSIS	0
F. MUD LOGGING COST	14,000
G. BASS SUPERVISION	2,000
H. DAILY SPREAD SHEET COST	10,500
I. OTHER	0
J. MISCELLANEOUS COST	1,500

TOTAL EVALUATION COST	52,000
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BASS ENTERPRISES PRODUCTION COMPANY
AFE COST SUMMARY

WELL: TURKEY TRACK 2 ST COM NO.1	DEPTH: 11,200'	DATE: 4/21/95
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COST CATEGORY

IV. INTANGIBLE COMPLETION COST

A. DAILY DRILLING SPREAD SHEET COST	14,000
B. COMPLETION RIG	16,800
C. PRODUCTION CASING	31,500
D. SUPERVISION	7,200
E. LABOR	0
F. GENERAL TRANSPORTATION	1,000
G. PRODUCTION TUBING SERVICES	2,000
H. COMPLETION FLUID	7,000
I. RENTALS	34,000
J. COMPLETION RIG ANCHORS	1,000
K. BITS	1,900
L. PRODUCTION LOGGING	20,000
M. PERFORATING & DEPTH CONTROL	15,000
N. WIRELINE WORK	2,000
O. TREATING - ACID & FRAC	122,000
P. TESTING	13,000
Q. OTHER	0
R. MISCELLANEOUS	4,600

TOTAL INTANGIBLE COMPLETION COSTS	293,000
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V. TANGIBLE COMPLETION COST

A. PRODUCTION CASING/LINER	78,500
B. LINER HANGER	0
C. TUBING HEAD	5,000
D. PRODUCTION TUBING	35,100
E. CHRISTMAS TREE	15,000
F. OTHER	0
G. MISCELLANEOUS	1,400

TOTAL TANGIBLE COMPLETION COST	135,000
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VI. LEASE EQUIPMENT/INSTALLATION

A. EQUIPMENT	58,000
B. LABOR	4,000
C. GAS LINE CONNECTION / ROW	0
D. OTHER	0
E. MISCELLANEOUS	2,000

TOTAL LEASE EQUIPMENT	64,000
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GRAND TOTAL	958,000
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