

**Meridian Oil Inc.  
Completion Estimate**

Well Name: Hill Federal #2Y  
 Location: Sec. 25G, T25N, R02W  
 AFE Type: Capital Workover 14  
 Formation: Blanco Mesaverde

Prepared By: CA Newstrom  
 Date: 2/17/95  
 Approved By: \_\_\_\_\_  
 Date: \_\_\_\_\_

**Intangible Costs**

Estimated Days: 9		Total	
Account Number		Cost	Estimated Cost
249			
02	Location, Roads or Canals	1,250	1,250
04	Surface Restoration	1,250	1,250
05	Move-in, Move-out	7,500	7,500
07	Fees of Contractor - Daywork	37,350	37,350
10	Gas and Air Drilling	10,000	10,000
12	Specialty Fluids and Chemicals	800	800
16	Fresh Water	2,500	2,500
17	Bits		0
19	Remedial Cementing	5,000	5,000
23	Fuel/Electricity	1,000	1,000
24	BOP & Wellhead Rentals(Surface)		0
25	Drill Work String Rentals (Surface)		0
27	Tank Rentals	750	750
28	Other Rental		0
29	Transportation	1,000	1,000
30	Offsite Disposal Service	5,000	5,000
33	Tubular Inspection		0
34	Cased Hole Services (CBL, set retainer)	10,500	10,500
36	Production Testing		0
37	Swabbing & Coiled Tubing		0
38	Stimulation (4 acid breakdowns)	10,000	10,000
39	Fracturing (4 stage slickwater frac)	130,000	130,000
43	Consultants	4,000	4,000
45	Roustabout Labor	800	800
46	Miscellaneous		0
49	Packer Rental	6,500	6,500
72	Overhead (Contingency @ 5%)	11,760	11,760
	<b>Total Intangibles</b>	<b>246,960</b>	<b>0</b>
			<b>246,960</b>
<b>Tangible Costs</b>			
81	Tubing and Tiebacks (misc. replacements)	2,000	2,000
82	Packers and Bridge Plugs		0
85	Tubing Equipment	250	250
86	Wellhead Equipment & Tree	1,000	1,000
	<b>Total Tangibles</b>	<b>3,250</b>	<b>0</b>
			<b>3,250</b>
<b>Total Completion Cost</b>		<b>250,210</b>	<b>0</b>
			<b>250,210</b>

**Meridian Oil Inc.  
Facilities Estimate**

Well Name: Hill Federal #2Y  
Location: Sec. 25G, T25N, R02W  
AFE Type: Capital Workover 14  
Formation: Blanco Mesaverde

Prepared By: CA Newstrom  
Date: 2/17/95  
Approved By: OB Van der  
Date: 2-21-95

**Tangible Costs**

Account Number	Estimated Days:			Total Estimated Cost
		Cost	Cost	
247				
02	Labor-Contract, Roustabout, Consultants	2,000		2,000
03	Company Vehicles			0
08	Location, Roads & Canals			0
12	Overhead			0
17	Damages, Property Losses			0
20	Equip. Coating and Insulation			0
26	SWD Filtering			0
27	Separators			0
28	Gas Sweetening			0
29	Pumping Units			0
31	Prime Mover			0
32	Tanks			0
33	Metering Equipment			0
34	Flow Line			0
35	Compressors			0
36	Building			0
39	Flowlines, Piping, Valves & Fittings	8,000		8,000
43	Safety			0
44	Technical Contract Svc.			0
47	Rental Compressors & Maintenance			0
48	Rental Equipment			0
49	Cathodic Protection			0
50	Right Of Way			0
51	Minor Pipelines			0
53	Surface Pumps			0
54	Electrical Accessories			0
55	Miscellaneous-Facility Expense			0
57	Pulling Unit Costs			0
60	Oper. Owned Equip/Facilities			0
62	Env. Compliance-Assessment			0
63	Env. Compliance (Remediation)			0
68	Direct Labor			0
69	Benefits			0
70	Payroll Taxes and Insurance			0
72	Overhead (Contingency 5%)			0
73	Freight/Transportation			0
81	Tubing			0
82	Rods			0
83	Downhole Pumps			0
84	Alternative Artificial Lift Equip.			0
86	Convent Artificial Lift Wellhead Equip.			0
88	Communication Systems			0
95	Employee Meals			0
96	Gas Dehydrator			0
<b>Total Facility Cost</b>		<b>10,000</b>	<b>0</b>	<b>10,000</b>