

**AUTHORITY FOR EXPENDITURE**  
**DRILLING WELL — TXO AND OUTSIDE OPERATED**

Date 11-26-85

DISTRICT West Texas WELL NAME Burleson Federal WELL NO. 2  
 OPERATED BY TXO LOCATION 660' FNL & 660' FEL, Sec 26, T-18-S, R-32-E DEPTH 8700'  
 FIELD Querecho Plains (U. Bone Springs) COUNTY Lea STATE NM  
 PREPARED BY Randy Cate SUBMITTED BY Randy Cate DALLAS DISTRICT

EXPENDITURE DESCRIPTION	QUANTITY	DESCRIPTION	EST. COST
<b>DRILLING</b>			
Surface & Intermediate Casing		350' 11 3/4", 2600' 8 5/8"	33,000
Casinghead			4,000
Location Work & damages			18,000
Footage/Turnkey Drilling		\$14.75/ft	128,300
Daywork Drilling		2 days @ \$4400/day	8,800
Rig Support			
Bits			
Supervision		20 days @ \$250/day	5,000
Drilling Overhead			
Mud & Chemicals & wtr			18,000
Cementing Services & Supplies			28,000
Testing & Logging			13,000
Rentals		BOP, rotating head, forklift, etc	8,000
Other IDC		trkg, BOP tester, etc	10,000
Other Equipment			5,000
Legal			2,000
Non-Operated Intangible Drilling			
<b>TOTAL DRILLING</b>			<b>281,100</b>
<b>COMPLETION</b>			
Production Casing		8700' 4 1/2", 10.5# 11.6#	42,000
Tubing		8700' 2 3/8" EUE	25,500
Wellhead Equipment			6,000
Subsurface Equipment			4,000
Supervision	10 days	\$250/day	2,500
Mud & Chemicals & wtr			3,000
Testing, Logging & Perforating			7,800
Stimulation		acid & sand frac	38,000
Completion Overhead			
Rentals		TT, BOP, reverse unit, DCs	6,000
Service Rig	10 days	\$1400/day	14,000
Cementing Services & Supplies			22,000
Other Completion IDC			10,000
Non-Operated Intangible Completion			
<b>TOTAL COMPLETION</b>			<b>180,800</b>
<b>PRODUCTION EQUIPMENT</b>			
Pumping Unit/Submersible Pump			
Engine & Motor			
Rods			
Flow Lines			2,000
Meters			6,000
Installation/Overhead			3,000
Storage			10,000
Separation & Treating			9,000
Other Equipment			5,000
<b>TOTAL PRODUCTION EQUIPMENT</b>			<b>35,000</b>
<b>TOTAL</b>			<b>496,900</b>

OWNER'S NAME AND ADDRESS (New Addresses Only) BILLING INTEREST (7 Decimals) DATE APPROVED APPROVED: (this space for approval only)

Lewis B. Burleson and his wife, Kathryn K. Burleson .0416662

Lewis B. Burleson

Kathryn K. Burleson

BEFORE THE  
 OIL CONSERVATION COMMISSION  
 Santa Fe, New Mexico  
 Case No. 8755 Exhibit No. 11  
 Submitted by SPRINKLE  
 Hearing Date 2/26/86

Company No. \_\_\_\_\_ AFE Type No. \_\_\_\_\_  
 AFE No. \_\_\_\_\_ Property No. \_\_\_\_\_  
 Acq. Name/Code: \_\_\_\_\_