

J. W. Marshall  
Dallas, Texas  
RESIDENCE  
(214) 233-7881

19423 FORESTWAY DRIVE  
DALLAS, TEXAS 75240

(214) 233-7284

MARCH 4th, 1988

AFE COVERING  
COOK #1  
SECTION 34, T2S, R29E  
ROOSEVELT COUNTY, NEW MEXICO

APPROXIMATE COST TO CASING POINT:

EQUIPMENT:

325' 13-3/8" Casing, NEW delivered to location:	@ \$ 13.50	\$ 4,387.50
2100' 8-5/8" Casing, NEW	@ \$ 9.25	19,425.00
		<u>\$ 23,812.50</u>

DEVELOPMENT:

Stake Location	397.03
Location, and pits	5,000.00
Fresh Water, total bbls. hauled @ \$ 1.00 per bbl.	13,000.00
Halliburton, cementing 13-3/8"	3,500.00
Halliburton, cementing 8-5/8"	6,100.00
Three Drill Stem Tests	4,800.00
Plug and Abandon (if dry hole)	3,000.00
Calculations, one drill stem test	325.00
Welding	2,000.00
Plastic Line Reserve Pit	2,200.00
Fence Reserve Pit	500.00
Drilling 7250' @ \$ 13.50 per foot	97,875.00
Daywork, three drill stem tests, circulate samples and plug if a dry hole, 128 hours @ \$ 150.00 per hour	19,200.00
Casing Crew - Run 13-3/8"	1,500.00
Casing Crew - Run 8-5/8"	1,500.00
Help lay down drill pipe	600.00
Mud chemicals, starch, etc.	17,000.00
Oil for Mud	3,000.00
Logs, CNLD, DLM-SFL, & Sonic	10,000.00
Mud Logger	8,000.00
Geological Services	7,000.00
Sample Sacks	300.00
Operator, drilling well, as per Operating Agreement	5,010.00
Graham Abstract	1,561.14
ROAD: Land Easement, Building road to location, East side of 21, West side of 22, into West side 27 - to get to 34, Location - come from West to East	12,000.00
	<u>\$ 225,368.17</u>

EQUIPMENT:	23,812.50
DEVELOPMENT:	<u>225,368.17</u>
TOTAL (Approx.)	<u>\$ 249,180.67</u>

MARSHALL PIPE & SUPPLY CO.  
Case Nos. 9309 and 9321  
3/16/88 Examiner Hearing  
Exhibit No. 4



AFE

SPEIGHT #1

Page #2

INTANGIBLE COMPLETION COSTS - CONTINUED:

Supervision: 48 hours @ \$ 60.00 per hour \$ 2,880.00

Supervision for Completion:

Testing three zones, 7084 to 7096, 6984 to 6992, and  
6780-82, 6784 - 6790 (8') for possible dual completion  
and Four Point Tests, approximately 10 days,  
80 hours @ \$ 60.00 per hour =

4,800.00

Plus airfare and car rental: to be billed:

TOTAL APPROXIMATE INTANGIBLE COMPLETION COSTS:

\$ 72,178.38

SUMMARY:

APPROXIMATE COMPLETION COSTS: SPEIGHT #1:

APPROXIMATE EQUIPMENT: 51,163.07

APPROXIMATE INTANGIBLE: 72,178.38

APPROXIMATE TOTAL: \$ 123,341.45