

AMERIND OIL CO.

Authority for Expenditure

Higgins Trust, Inc. # 1
 1980' FSL, 660' FWL
 21 - 16S - 37E
 Lea County, New Mexico

BEFORE EXAMINER SIGNATURE
 OIL CONSERVATION DIVISION
Amerind EXHIBIT NO. 3
 CASE NO. 823/88232

<u>Intangible</u>	<u>Casing Point</u>	<u>Flowing Completion</u>	<u>Total</u>
Drilling 11,600' @ \$15.35/ft.	\$ 178,000		
Daywork 4 @ \$4,450	18,000		
Drilling mud & water	50,000		
Mud logger	15,000		
Location & damages	20,000		
DST's (3 @ \$4,000)	12,000		
Log & perforate	25,000	10,000	
Cementing - surface 420 sx.	5,000		
- int. 2,090 sx.	15,000		
- prod. 200 sx.		5,000	
Supervision	5,000	5,000	
Geologist	5,000		
Contract services	10,000	10,000	
Transportation	5,000	5,000	
Completion unit (5 days @ \$1,400)		7,000	
Acid job		10,000	
Total Intangible	\$ 368,000	\$ 52,000	\$ 420,000

Tangible

<u>Casing</u>			
Surface 400' 13-3/8" 48# H40S	6,000		
Inter. 2300' 8-5/8" 24# K55S	17,000		
2100' 8-5/8" 32# K55S	20,000		
Prod. 11100' 5-1/2" 17# N80L		75,000	
200' 5-1/2" 20# N80L		2,000	
Tubing 11,300' 2-3/8" 4.7# N80		35,000	
Wellhead & packer	5,000	12,000	
Tank battery & misc.		30,000	
Total Tangible	\$ 48,000	\$154,000	\$ 202,000
Contingencies	36,000	14,000	50,000
TOTAL	\$452,000	\$220,000	\$ 672,000

"The amounts provided for herein are estimated only, and approval shall extend to the actual costs incurred in conducting the operations specified, whether more or less than herein set out."

RECOMMENDED BY:

R. J. Lehnert

APPROVED BY:

Date: March 12, 1984

Date: _____