

BTA OIL PRODUCERS

WELL COST ESTIMATE & AUTHORITY FOR EXPENDITURE

Well Name: 8212 JV-P Lynch No. 2
 Location: 1980' FSL & 1980' FWL
 Section 24, T-20-S, R-34-E,
 Lea County, New Mexico

Total Depth: 13,600'
 Formation: Strawn
 Prepared by: L. G. Johnson

AFE Prepared: September 21, 1984

Approved by: *C.R. [Signature]*

<u>INTANGIBLES</u>	<u>Dry Hole</u>	<u>Producer</u>
Engineering & Geological	\$36,000	\$40,000
Location, Damages, Stake	60,000	70,000
Drilling (Day Work): 70 days @\$4,000/day	260,000	280,000
Mud Related Supplies	50,000	55,000
Completion Unit & Swab 14 days @\$1,200/day		17,000
Cement & Service	50,000	76,000
Electric Log & Perf.	45,000	55,000
Well Stimulation		30,000
Drillstem Test	6,000	6,000
Bits	64,000	67,000
Bottom Hole Assemblies	20,000	20,000
Plug & Abandon	15,000	
Move In & Rig Up	38,000	38,000
Welding	6,000	12,000
Trucking	12,000	25,000
Rental Equipment	21,000	30,000
Casing Services	10,000	15,000
Completion Services		20,000
Supervision	20,000	25,000
Roustabout	5,000	10,000
Fuel	30,000	35,000
BOP Services	12,000	15,000
Miscellaneous	76,000	94,000
Total Intangibles	\$836,000	\$1,035,000

<u>TANGIBLES</u>		
Casing:		
60' of 30" @\$45/ft.	3,000	3,000
700' of 20" @\$50/ft.	35,000	35,000
3,500' of 13-3/8" @\$22/ft.	77,000	77,000
5,500' of 9-5/8" @\$15/ft.	83,000	83,000
13,600' of 5-1/2" @\$8/ft.		109,000
13,500' of 2-7/8" @\$4/ft.		54,000
Well Head & Connections	15,000	30,000
Sub-Surface Equipment		8,000
Flow Lines		10,000
Miscellaneous Well Equipment		15,000
Tanks & Connections		20,000
Heater & Treaters		15,000
Miscellaneous Lease Equipment		10,000
Total Tangibles	\$213,000	\$469,000
TOTAL WELL COST	\$1,049,000	\$1,504,000

Approved by: _____
 Company: _____
 Date: _____

BEFORE EXAMINER STOGNER	
OIL CONSERVATION DIVISION	
BTA	EXHIBIT NO. 5-2
CASE NO.	8420