

SUMMARY OF COSTS
AND SALVAGE VALUE
GERALDINE DOUGHTY NO. 1
PROPOSED QUEEN TEST
LEA COUNTY, NEW MEXICO

	<u>Full Cost</u>	<u>Texaco Int. (50%)</u>
Recompletion Cost. (From Lynx AFE)	\$50,000.00	\$25,000.00
Salvage Value	17,110.00	8,555.00
Plugging Liability (See below)	-12,000.00	(-6,000.00)
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Recommended Buy-in Cost		\$27,555.00
 COST TO SALVAGE WELL		 \$12,000.00
(As per Paul Kautz at HOBBS OCD office. Plugs set across perfs, Top of the Paddock, San Andres, Across the 8 5/8" shoe, as well as the 5 1/2" casing cut (estimated to occur at 3000'))		

BEFORE THE
OIL COMMISSION

Case No. 8631 8

Subject Texas

Hearing Date 10-17-85