

DINERO OPERATING COMPANY
P. O. DRAWER 1-9505
MIDLAND, TEXAS 79702

WELL NO. _____ LEASE NO. 1565 DATE May 19, 1981
 LEASE VASQUEZ NO. 2 EST. DEPTH 11,700'
 LOCATION 1980' FWL & 660' FNL, Section 10, T-24-S, R-28-E, Eddy County, New Mexico
 _____ SPUD DATE May 20, 1981 DAYS TO DRILL 40 COMP. 10

910-030 LEASEHOLD COST

INTANGIBLE WELL COST		DRY HOLE	PRODUCER
920-705	Roads & Location	40,000.	40,000.
920-709	Mobilization	25,000.	25,000.
920-711	Footage Drilling		
920-713	Daywork Drilling	272,000.	272,000.
920-717	Fuel	55,000.	55,000.
920-719	Water	15,000.	15,000.
920-721	Mud & Chemicals	100,000.	100,000.
920-723	Bits	40,000.	40,000.
920-725	Cement & Services	20,000.	30,000.
920-727	Mud Logger	6,000.	6,000.
920-729	Logging	30,000.	30,000.
920-731	Drill Stem Test	5,000.	5,000.
920-733	Coring		
920-735	Completion Unit		15,000.
920-737	Equipment Rentals	7,500.	7,500.
920-739	Perforating		10,000.
920-741	Fracturing		
920-743	Acidizing		12,000.
920-755	Transportation	5,000.	7,000.
920-756	Miscellaneous	60,550.	65,500.
920-757	Administrative Overhead	5,000.	7,500.
920-990	Total Intangible Well Cost	666,050.	720,500.

TANGIBLE WELL COST			
1930-171	Wellhead Equipment & FLO CONTROL		40,000.
1930-172	Conductor Casing 40' of 20"	1,650.	1,650.
1930-173	Surface Casing 400' of 13 3/8"	10,000.	10,000.
1930-174	Intermediate 2,600' of 10 3/4"	55,926.	55,926.
1930-174	Intermediate 9,800' of 7 5/8"	98,800.	254,800.
1930-175	Prod. Casing 11,700' of 4 1/2"		126,594
1930-177	Tubing 11,700' 2 3/4"		58,500.
1930-178	Pumping Equipment		
1930-179	Pump & Rods		
1930-180	Packer & Anchor		7,000.
1930-181	Storage Tanks		10,000.
1930-182	Separation Equipment		10,500.
1930-183	Flowline & Connectors		2,500.
930-991	Total Lease & Well Equipment	166,376.	577,470.
TOTALS		832,426.	1,297,970.

APPROVED: DINERO OPERATING COMPANY

BY: [Signature]

DATE: 5/19/81

APPROVED: _____

BY: _____

DATE: _____