

**STATE OF NEW MEXICO  
ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT  
OIL CONSERVATION DIVISION**

**IN THE MATTER OF THE HEARING CALLED  
BY THE OIL CONSERVATION DIVISION FOR  
THE PURPOSE OF CONSIDERING:**

**APPLICATION OF CIMAREX ENERGY CO. FOR  
COMPULSORY POOLING, EDDY COUNTY, NEW  
MEXICO.**

**Case No. 14,683**

**VERIFIED STATEMENT OF HAYDEN P. TRESNER**

Hayden P. Tresner, being duly sworn upon his oath, deposes and states:

1. I am a landman for Cimarex Energy Co., and have personal knowledge of the matters stated herein.

2. Pursuant to Division Rule NMAC 19.15.4.12.A(1)(b), the following information is submitted in support of the application filed herein:

(a) No opposition to this application is expected because the mineral interest owner being pooled has not responded to well proposals or has not yet executed an operating agreement agreement.

(b) A plat outlining the spacing unit being pooled is attached hereto as Exhibit A. Applicant seeks an order pooling all mineral interests from the surface to the base of the Glorieta-Yeso formation underlying the NE $\frac{1}{4}$ NW $\frac{1}{4}$  of Section 32, Township 18 South, Range 26 East, N.M.P.M. The unit is to be dedicated to the Texas 32 Fee Well No. 2, to be drilled at an orthodox location.

Mineral ownership in the well unit is common as to the depths being pooled.

(c) The parties being pooled, their interests in the well unit, and their address, are as follows:

COG Operating LLC	23.75%
Concho Oil & Gas LLC	1.25%
Suite 100	
550 West Texas	
Midland, Texas 79701	

Oil Conservation Division

Case No. 14683

Exhibit No. 1

(d) A copy of the proposal letter sent to the uncommitted mineral interest owners is attached hereto as Exhibit B-1. E-mails sent by me to the parties being pooled are attached hereto as Exhibit B-2. In addition, I have called Stuart Dirks, COG's landman, approximately 3-5 times.

(e) Cimarex Energy Co. has made a good faith effort to obtain the voluntary joinder of the uncommitted interest owner in the well.

(f) Pursuant to Division rules, applicant requests that a 200% risk charge be assessed against a non-consenting interest owner.

(g) A copy of the Authority for Expenditure for the proposed well is attached hereto as Exhibit C. The drilling and completion costs set forth therein are fair and reasonable, and are comparable to those of other wells of this depth drilled in this area of Eddy County.

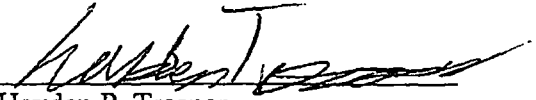
(h) Overhead charges of \$4,500.00/month for a drilling well, and \$450.00/month for a producing well, are requested. These rates are fair and reasonable, and are in line with rates charged by other operators in this area for wells of this depth. Applicant requests that the rates be adjusted under the COPAS accounting procedure.

(i) Applicant requests that it be designated operator of the well.

#### VERIFICATION


STATE OF TEXAS            )  
                                      ) ss.  
COUNTY OF MIDLAND    )

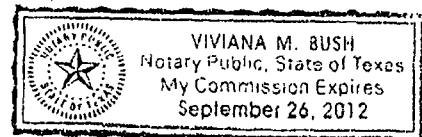
Hayden P. Tresner, being duly sworn upon his oath, deposes and states that: He is a landman for Cimarex Energy Co.; he is authorized to make this verification on its behalf; he has read the foregoing statement, and knows the contents thereof; and the same is true and correct to the best of his knowledge, information, and belief.

  
Hayden P. Tresner

SUBSCRIBED AND SWORN TO before me this 16<sup>th</sup> day of July, 2011 by Hayden P. Tresner.

My Commission Expires: September 26, 2012

  
Notary Public





Cimarex Energy Co.  
600 N. Mainfield St.  
Suite 600  
Midland, Texas 79701  
PHONE 432 571 7800



April 8, 2011

Mineral Owner Address List on Page 3

Re: New Well Proposal-Texas 32 Fee No.2  
Township, 18 South, Range 26 East, N.M.P.M.  
Section 32: NE/4NW/4  
Eddy County, New Mexico

Dear Mineral Owner:

Cimarex Energy Co. ("Cimarex") hereby proposes to drill the Texas 32 Fee No.2 Well at legal location in the NE/4NW/4 of Section 32, Township 18 South, Range 26 East, N.M.P.M., Eddy County, New Mexico.

The intended surface hole location for the well is 330' FNL & 2310' FWL. The well is proposed to be drilled vertically to a total depth of approximately 3,000' to test the Glorieta-Yeso formations.

It should be understood that compliance with topography or cultural or environmental concerns, among others, might require modification of Cimarex's intended procedure. Cimarex will advise you of any such modifications.

Enclosed, in duplicate, is (i) our detailed AFE which sets forth the estimated costs associated with the well, and; (ii) our proposed form of Operating Agreement to govern operations for the Texas wells. If you intend to participate, please approve and return one (1) original of the enclosed AFE and one (1) original of the signature page to the Operating Agreement, along with your contact information to receive well data, to the undersigned within thirty (30) days of receipt of this proposal. If you should elect to purchase your own well control insurance, you must provide a certificate of such insurance to Cimarex prior to commencement of drilling operations; otherwise, you will be covered by insurance procured by Cimarex and will be responsible for your share of the cost.

In the event you do not wish to participate in drilling the Texas wells, Cimarex will consider acquiring an Oil and Gas Lease on your mineral interest. Cimarex's offer is contingent upon final verification of your title and is based on the following general terms:

EXHIBIT B-1

New Well Proposal-Texas 32 Fee No.2  
Township, 18 South, Range 26 East, N.M.P.M.  
Section 32: NE/4NW/4  
Eddy County, New Mexico



- i.) \$1000.00 per net mineral acre bonus consideration;
- ii.) 25% royalty interest reserved;
- iii.) One (1) year primary term with 180-day continuous development thereafter

Please call the undersigned with any questions or comments.

Respectfully Submitted,

Cimarex Energy Co.

A handwritten signature in black ink, appearing to read "Hayden P. Tresner".

Hayden P. Tresner  
Landman

---

**ELECTION TO PARTICIPATE**  
**Texas 32 Fee No.2 Well**

\_\_\_\_\_ Elects **TO** participate in the proposed Texas 32 Fee No.2 Well

\_\_\_\_\_ Elects **NOT** to participate in the proposed Texas 32 Fee No.2 Well

Dated this \_\_\_\_\_ day of \_\_\_\_\_, 2011.

Company: \_\_\_\_\_

Signature: \_\_\_\_\_

Printed Name: \_\_\_\_\_

Title: \_\_\_\_\_

New Well Proposal-Texas 32 Fee No.2  
Township, 18 South, Range 26 East, N.M.P.M.  
Section 32: NE/4NW/4  
Eddy County, New Mexico



If your election above is TO participate in the proposed Texas 32 Fee No.2 Well, then:

\_\_\_\_\_ Elects TO be covered by well control insurance procured by Cimarex

\_\_\_\_\_ Elects NOT to be covered by well control insurance procured by Cimarex and agrees to provide Cimarex with a certificate of insurance prior to commencement of drilling operations or be deemed to have elected to be covered by well control insurance procured by Cimarex

---

Mineral Owner Address List

Via: Certified U.S. Mail-Return Receipt No.91 7108 2133 3937 9627 5565

Sharbro Oil Limited Company  
Attn: Hannah Palomin, Land Manager  
P.O. Box 840  
Artesia, New Mexico 88210

Via: Certified U.S. Mail-Return Receipt No.91 7108 2133 3937 9627 5572

COG Operating, LLC  
Concho Oil and Gas, LLC  
Attn: Stuart Dirks  
550 West Texas Ave., Suite 100  
Midland, Texas 79701

## Hayden Tresner

---

**From:** Hayden Tresner  
**Sent:** Wednesday, May 04, 2011 10:44 AM  
**To:** 'Stuart Dirks'  
**Subject:** RE: Phone Call from Hayden Tresner Cimarex

Stuart,

Wanted to touch base with you on the Texas and Alaska well proposals. I'm trying to get everything squared away ASAP to get a rig in and get started.



**Hayden P. Tresner**  
Landman-Permian Basin Exploration  
Cimarex Energy Co.  
600 N. Marienfeld, Ste. 600  
Midland, Texas 79701  
(432) 571-7800 Phone  
(432) 571-7856 Direct  
(432) 571-7840 Fax  
[htresner@cimarex.com](mailto:htresner@cimarex.com)

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**From:** Stuart Dirks [mailto:SDirks@conchoresources.com]  
**Sent:** Wednesday, May 04, 2011 10:38 AM  
**To:** Hayden Tresner  
**Subject:** Fw: Phone Call from Hayden Tresner Cimarex

Hayden-

I am in an all day meeting, can you e-mail me?

Thanks

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**From:** Robyn Cummins  
**To:** Stuart Dirks  
**Sent:** Wed May 04 10:36:41 2011  
**Subject:** Phone Call from Hayden Tresner Cimarex

Stuart,  
Please call Hayden @571-7856 in regards to the Alaska wells and the Texas Proposals (he e-mailed to Dean Chumbley) and copied you.  
Thanks,  
Robyn

**COG OPERATING LLC**

*Robyn Cummins*

*Land Coordinator*

*550 W. Texas Avenue, Suite 100*

*Midland, Texas 79701*

*432-218-2324 phone*

*432-686-3000 fax*



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**Sent:** Wednesday, May 04, 2011 10:59 AM  
**To:** 'Stuart Dirks'  
**Subject:** RE: Phone Call from Hayden Tresner Cimarex

Sounds good.



**Hayden P. Tresner**  
Landman-Permian Basin Exploration  
Cimarex Energy Co.  
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**From:** Stuart Dirks [<mailto:SDirks@conchoresources.com>]  
**Sent:** Wednesday, May 04, 2011 10:50 AM  
**To:** Hayden Tresner  
**Subject:** Re: Phone Call from Hayden Tresner Cimarex

I'll talk to the team after this meeting and will get back to you.

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**From:** Hayden Tresner <[htresner@cimarex.com](mailto:htresner@cimarex.com)>  
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Thanks,

Robyn

**COG OPERATING LLC**

Robyn Cummins

Land Coordinator

550 W. Texas Avenue, Suite 100

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**To:** 'SDirks@conchoresources.com'  
**Subject:** Re: Phone Call from Hayden Tresner Cimarex  
**Attachments:** image001.jpg; image002.jpg

Stuart,

I think pitch owns a 25 pct. mineral int-it might have been pitch w/ 23.5 and marbob w/ 1.5, i cant remember but i sent proposals to dean chumbley's attention. I will be out until next thurs. I thought i copied you on the proposals that i sent to dean?

Hayden P. Tresner  
Landman-Permian Basin Exploration  
Cimarex Energy Co.  
600 N. Marienfeld Street, Suite 600  
Midland, Texas 79701  
Office (432) 571-7856  
Cell (432) 413-1560

---

**From:** Stuart Dirks [mailto:SDirks@conchoresources.com]  
**Sent:** Wednesday, May 04, 2011 04:17 PM  
**To:** Hayden Tresner  
**Subject:** RE: Phone Call from Hayden Tresner Cimarex

Hayden-

All of our interest in the Alaska wells are from Marbob and I don't have any Marbob files. Would you please tell me what you show our interest to be? I believe we have some leasehold and some minerals.

Thanks,  
Stuart

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Landman-Permian Basin Exploration

Cimarex Energy Co.  
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*Thanks,*

*Robyn*

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## Hayden Tresner

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**Sent:** Friday, May 13, 2011 1:19 PM  
**To:** 'Stuart Dirks'  
**Subject:** RE: Phone Call from Hayden Tresner Cimarex  
**Attachments:** image001.jpg; image002.jpg

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## Hayden Tresner

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**From:** Hayden Tresner  
**Sent:** Wednesday, May 18, 2011 8:55 AM  
**To:** Hayden Tresner; 'Stuart Dirks'  
**Subject:** RE: Phone Call from Hayden Tresner Cimarex  
**Attachments:** image001.jpg; image002.jpg

Stuart,

Is COG/Pitch going to participate in the Alaska and Texas Wells? We've got lease obligations to satisfy and will be getting started on these very soon. Please let me know so I can prepare accordingly. Thank you.



**Hayden P. Tresner**  
Landman-Permian Basin Exploration  
Cimarex Energy Co.  
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---

**From:** Hayden Tresner [mailto:htresner@cimarex.com]  
**Sent:** Wednesday, May 04, 2011 10:59 AM  
**To:** Stuart Dirks  
**Subject:** RE: Phone Call from Hayden Tresner Cimarex

Sounds good.



**Hayden P. Tresner**  
Landman-Permian Basin Exploration  
Cimarex Energy Co.  
600 N. Marienfeld, Ste. 600  
Midland, Texas 79701  
(432) 571-7800 Phone  
(432) 571-7856 Direct  
(432) 571-7840 Fax  
[htresner@cimarex.com](mailto:htresner@cimarex.com)

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**From:** Stuart Dirks [mailto:SDirks@conchoresources.com]  
**Sent:** Wednesday, May 04, 2011 10:50 AM  
**To:** Hayden Tresner  
**Subject:** Re: Phone Call from Hayden Tresner Cimarex

I'll talk to the team after this meeting and will get back to you.

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**From:** Hayden Tresner <htresner@cimarex.com>  
**To:** Stuart Dirks  
**Sent:** Wed May 04 10:44:02 2011  
**Subject:** RE: Phone Call from Hayden Tresner Cimarex

Stuart,

Wanted to touch base with you on the Texas and Alaska well proposals. I'm trying to get everything squared away ASAP to get a rig in and get started.



**Hayden P. Tresner**  
Landman-Permian Basin Exploration  
Cimarex Energy Co.  
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**From:** Stuart Dirks [<mailto:SDirks@conchoresources.com>]  
**Sent:** Wednesday, May 04, 2011 10:38 AM  
**To:** Hayden Tresner  
**Subject:** Fw: Phone Call from Hayden Tresner Cimarex

Hayden-

I am in an all day meeting, can you e-mail me?

Thanks

---

**From:** Robyn Cummins  
**To:** Stuart Dirks  
**Sent:** Wed May 04 10:36:41 2011  
**Subject:** Phone Call from Hayden Tresner Cimarex

Stuart,

Please call Hayden @571-7856 in regards to the Alaska wells and the Texas Proposals (he e-mailed to Dean Chumbley) and copied you.

Thanks,

Robyn

**COG OPERATING LLC**

Robyn Cummins  
Land Coordinator  
550 W. Texas Avenue, Suite 100  
Midland, Texas 79701  
432-218-2324 phone  
432-686-3000 fax



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## Hayden Tresner

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**From:** Hayden Tresner  
**Sent:** Wednesday, May 25, 2011 3:02 PM  
**To:** 'Stuart Dirks'  
**Subject:** Proposals  
**Attachments:** image001.jpg

Stuart,

Just left you a voice mail-have you made a decision on our Texas and Alaska well proposals? Please call me. Thanks,



**Hayden P. Tresner**  
Landman-Permian Basin Exploration  
Cimarex Energy Co.  
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## Authorization For Expenditure

Company Entity Cimarex Energy Co.	Date Prepared February 25, 2011
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Region	Well Name	Well No.	Prospect or Field Name	Property Number	Drilling AFE No.
Permian	Texas 32 Fee	2	Paddock Extension-West		

Location	County	State	Type Well			
Sec. 32-185-26E	Eddy	NM	Oil	X	Expl	X
			Gas		Prod	

Estimate Type	Est. Start Date	Est. Comp Date	Formation	Ttl Measured Depth
Original Estimate			Glorieta/Yeso	3,000'
Revised Estimate				Ttl Vertical Depth
Supplemental Estimate				3,000'

**Project Description**  
Drill and complete a Glorieta/Yeso vertical hole well.

Intangibles	Dry Hole Cost	After Casing Point	Completed Well Cost
Drilling Costs	\$387,600		\$387,600
Completion Costs		\$614,000	\$614,000
<b>Total Intangible Costs</b>	<b>\$387,600</b>	<b>\$614,000</b>	<b>\$1,001,600</b>

Tangibles			
Well Equipment	\$26,000	\$280,000	\$306,000
Lease Equipment		\$69,500	\$69,500
<b>Total Tangible Well Cost</b>	<b>\$26,000</b>	<b>\$349,500</b>	<b>\$375,500</b>

Plug and Abandon Cost	\$30,000	-\$30,000	\$0
<b>Total Well Cost</b>	<b>\$443,600</b>	<b>\$993,500</b>	<b>\$1,377,100</b>

**Comments on Well Costs**  
1. All tubulars, well or lease equipment is priced by COPAS and CEPS guidelines using the Historic Price Multiplier

**Well Control Insurance**  
Unless otherwise indicated below, you, as a non-operating working interest owner, agree to be covered by Operator's well control insurance procured by Operator so long as Operator conducts operations hereunder and to pay your prorated share of the premiums therefor. If you elect to purchase your own well control insurance, you must provide a certificate of such insurance acceptable to Operator, as to form and limits, at the time this AFE is returned, if available, but in no event later than commencement of drilling operations. You agree that failure to provide the certificate of insurance, as provided herein, will result in your being covered by insurance procured by Operator.

☐ I elect to purchase my own well control insurance policy.

Well control insurance procured by Operator, provides, among other terms, for \$20,000,000 (100% W.I.) of Combined Single Limit coverage for well control and related redrilling and clean-up/pollution expense covering drilling (through completion) with a \$1,000,000 (100% W.I.) deductible.

**Marketing Election**  
Cimarex sells its gas under arm's-length contracts with third party purchasers. Such contracts may include fees. In addition, penalties may be incurred for insufficient volumes delivered over time. Should you choose to market you share of gas with Cimarex, you will be subject to all of the terms of such contracts. Upon written request to Cimarex's Marketing Department, we will share with you the terms and conditions pursuant to which gas will be sold

☐ I elect to take my gas in kind

☐ I elect to market my gas with Cimarex pursuant to the terms and conditions of its contracts.

**Comments on AFE**  
The above costs are estimates only and anticipate trouble free operations without any foreseeable change in plans. The actual costs may exceed the estimated costs without affecting the authorization for expenditure herein granted. By approval of this AFE, the working interest owner agrees to pay its proportionate share of actual legal, curative, regulatory and well costs under term of the joint operating agreement, regulatory order or other applicable agreement covering this well.

## Cimarex Energy Co. Approval

Prepared by	Drilling and Completion Manager	Regional Manager
Ryan Draxton	Doug Park	Roger Alexander

## Joint Interest Approval

Company	By	Date

EXHIBIT



# Project Cost Estimate

Lease Name: Texas 32 Fee

Well No.:

2

Intangibles	Codes	Dry Hole Cost	Codes	After Casing Point	Completed Well Cost
Roads & Location Preparation / Restoration	DHDC 100	\$30,000	DHCC 100	\$3,500	\$33,500
Damages	DHDC 105	\$4,000	DHCC 105	\$1,000	\$5,000
Mud / Fluids Disposal Charges	DHDC 255	\$30,000	DHCC 255	\$13,000	\$43,000
Day Rate 5 DH Days 2 ACP Days @ 13,500 Per Day	DHDC 115	\$68,000	DHCC 120	\$27,000	\$95,000
Misc Preparation Cost (mouse hole, rat hole, pads, pile clusters, misc)	DHDC 120	\$12,000			\$12,000
Bits	DHDC 125	\$15,000	DHCC 125	\$0	\$15,000
Fuel \$2.80 Per Gallon 800 Gallons Per Day	DHCC 133	\$11,000	DHCC 130	\$4,000	\$15,000
Water / Completion Fluids 1,900 Per Day	DHCC 140	\$10,000	DHCC 135	\$63,000	\$73,000
Mud & Additives	DHCC 145	\$12,500			\$12,500
Surface Rentals 1,000 Per Day	DHCC 150	\$5,000	DHCC 140	\$40,000	\$45,000
Downhole Rentals	DHCC 155	\$16,000	DHCC 145	\$32,000	\$48,000
Formation Evaluation (DST, Coring including evaluation, G&G Services)	DHCC 160	\$0			\$0
Mud Logging \$2 Days @ 1,200 Per Day	DHCC 170	\$4,500			\$4,500
Open Hole Logging	DHCC 180	\$20,000			\$20,000
Cementing & Plug Equipment	DHCC 125	\$15,000	DHCC 155	\$20,000	\$35,000
Tubular Inspections	DHCC 190	\$2,000	DHCC 160	\$1,000	\$3,000
Casing Crews	DHCC 195	\$5,000	DHCC 165	\$5,000	\$10,000
Extra Labor, Welding, Etc	DHCC 200	\$3,000	DHCC 170	\$10,000	\$13,000
Land Transportation (Trucking)	DHCC 205	\$3,000	DHCC 175	\$5,000	\$8,000
Supervision Per Day	DHCC 210	\$12,600	DHCC 180	\$12,000	\$24,600
Trailer House / Camp / Catering 700 Per Day	DHCC 280	\$4,000	DHCC 255	\$1,000	\$5,000
Other Misc Expenses	DHCC 220	\$2,000	DHCC 190	\$2,000	\$4,000
Overhead 300 Per Day	DHCC 225	\$2,000	DHCC 195	\$2,000	\$4,000
Remedial Cementing	DHCC 231	\$0	DHCC 215	\$0	\$0
MOB/DEMOB	DHCC 240	\$45,000			\$45,000
Directional Drilling Services 0 Days @ 8,000 Per Day	DHCC 245	\$0			\$0
Dock, Dispatcher, Crane	DHCC 250	\$0	DHCC 220	\$0	\$0
Marine & Air Transportation	DHCC 275	\$0	DHCC 250	\$0	\$0
Solids Control 3,000 Per Day	DHCC 260	\$15,000			\$15,000
Well Control Equip (Snubbing Svcs)	DHCC 265	\$12,000	DHCC 230	\$3,500	\$15,500
Fishing & Sidetrack Operations	DHCC 270	\$0	DHCC 245	\$0	\$0
Completion Rig 3 Days @ 3,500 Per Day			DHCC 115	\$10,500	\$10,500
Coi Tubing Days @ Per Day			DHCC 260	\$0	\$0
Completion Logging, Perforating, WL UNITS, WL Surveys			DHCC 200	\$10,000	\$10,000
Simulation			DHCC 210	\$258,000	\$258,000
Legal / Regulatory / Curative	DHCC 300	\$10,000	DHCC 280	\$0	\$10,000
Well Control Insurance \$0.35 Per Foot	DHCC 285	\$1,000			\$1,000
Contingency 5% of Drilling Intangibles	DHCC 435	\$18,000	DHCC 220	\$26,000	\$44,000
Construction For Well Equipment			DHCC 110	\$6,500	\$6,500
Construction For Lease Equipment			DHCC 110	\$52,500	\$52,500
Construction For Sales P/L			DHCC 265	\$5,500	\$5,500
<b>Total Intangible Cost</b>		<b>\$387,600</b>		<b>\$614,000</b>	<b>\$1,001,600</b>

Tangible - Well Equipment							
Casing	Size	Feet	\$ / Foot				
Drive Pipe	20 "	40.00	\$100.00	DWFB 150	\$0		\$0
Conductor Pipe	0 "	0.00	\$0.00	DWFB 130	\$0		\$0
Water String	0 "	0.00	\$0.00	DWFB 135	\$0		\$0
Surface Casing	8 5/8"	950.00	\$22.18	DWFB 140	\$21,000		\$21,000
Intermediate Casing	0 "	0.00	\$0.00	DWFB 145	\$0		\$0
Drilling Liner	0 "	0.00	\$0.00	DWFB 145	\$0		\$0
Drilling Liner	0 "	0.00	\$0.00	DWFB 145	\$0		\$0
Production Casing or Liner	5 1/2"	3000.00	\$19.93		DWFA 100	\$60,000	\$60,000
Production Tie-Back	0 "	0.00	\$0.00		DWFA 100	\$0	\$0
Tubing	2 7/8"	2300.00	\$6.83		DWEA 105	\$16,000	\$16,000
N/C Well Equipment					DWFA 115	\$6,500	\$6,500
Wellhead, Tree, Chokes				DWFB 115	\$5,000	\$10,000	\$15,000
Liner Hanger, Isolation Packer				DWFB 100	\$0	DWEA 125	\$0
Packer, Nipples					DWEA 130	\$0	\$0
Pumping Unit, Engine					DLEQ 100	\$125,000	\$125,000
Lift Equipment (BHP, Rods, Anchors)					DLEQ 105	\$62,500	\$62,500
Tangible - Lease Equipment							
N/C Lease Equipment					DLEQ 115	\$21,000	\$21,000
Tanks, Tanks Steps, Stairs					DLEQ 120	\$13,500	\$13,500
Battery (Heater Treater, Separator, Gas Treating Equipment)					DLEQ 125	\$29,500	\$29,500
Flow Lines (Line Pipe from wellhead to central facility)					DLEQ 130	\$5,500	\$5,500
Offshore Production Structure for Facilities					DWEA 135	\$0	\$0
Pipeline to Sales					DWEA 140	\$0	\$0
Total Tangibles					\$26,000	\$349,500	\$375,500
P&M Costs				DHCC 295	\$30,000	DHCC 275	-\$30,000
Total Cost					\$443,600	\$933,500	\$1,377,100