



Farmington C Com #1E

Measured Depth Days

6365 18

Item	Cost/well	Cost/day
Closed Loop drilling system and services	\$63,900.00	\$3,550.00
Welder and steel	\$830.08	\$46.12
Generator to power closed loop equipment plus fuel	\$8,338.14	\$463.23
Dewatering Chemicals (Acid & Polymer)	\$7,956.25	\$442.01
Cuttings Drying Area Const.	\$5,028.00	\$279.33
Dry Cuttings handling on location		
	\$23,445.18	\$1,302.51
Reserve Pit Construction and Closure	-\$13,500.00	-\$750.00
Additional Mud Costs	\$4,659.00	\$258.83
Slurried Cuttings transfer		
	\$2,916.00	\$162.00
Water Hauling & Disposal	\$2,482.53	\$137.92
Open top flowback tank for choke line	\$2,700.00	\$150.00
Piping and valves for rerouting returns during cementing	\$5,792.00	\$321.78
Trucking of drilled solids	\$21,482.36	\$1,193.46
Testing and disposal of drill cuttings at landfarm	\$4,750.00	\$263.89
Trucking of Used Drilling Mud	\$1,762.00	\$0.28
Frac tanks for mud storage	\$2,160.00	\$120.00
Cleaning of Frac tanks	\$1,500.00	\$83.33
Disposal of used drilling mud		
·	\$8,000.00	\$444.44
Reclamation of drying area	\$2,282.00	\$126.78
Transfer pump		
	\$2,232.00	\$124.00
Additional drilling time		
	\$65,624.00	\$3,645.78

Total Incremental Cost Before Tax Total Incremental Cost After Tax (7%) \$224,339.54 \$240,043.31