

ANSON COMPANY
ESTIMATE OF COSTS AND AUTHORIZATION FOR EXPENDITURE

AFE # 1 Well Name and Number HIGH LONESOME 9 #1
 Location NW/4 NW/4 SEC 9-17S-38E County LEA State NEW MEXICO
 Prospect Wood Operator ANSON COMPANY
 Project Drill, Complete and Equip an 11,500' Strawn Oil Well
 Date 8/1/95 AFE Prepared By D. W. FISCHER

DRILLING AND COMPLETION INTANGIBLES		Dry Hole (721)	Completion (731)	Total
002 Location and Road Construction		20,000		20,000
003 Damages and Surveying		8,000		8,000
004 Mobilization, Demobilization				
006 Daywork	30/3 @ \$4500/day	135,000	13,500	148,500
008 Cementing Services		25,000	10,000	35,000
010 Formation Testing	2 DST's	13,000		13,000
012 Wireline Services	Open Hole / Cased Hole	25,000	10,000	35,000
014 Geological Services		5,000		5,000
015 Liquid and Solids Disposal	Closed Mud System	28,000		28,000
016 Mud and Chemicals		29,000	2,500	31,500
018 Trucking		5,000	5,000	10,000
019 Overhead		6,000	3,000	9,000
020 Field Supervision		12,000	3,000	15,000
022 Contract Services		2,000	2,000	4,000
024 Drill Bits		35,000		35,000
026 Fuel and Utilities	Incl. Water	1,500	1,000	2,500
028 Completion Unit	7 days @ \$1500/day		10,500	10,500
030 Rentals		9,000	8,000	17,000
031 Closed System Equipment				
032 Stimulation			13,000	13,000
034 Tubular Inspection			5,000	5,000
035 Inspect and Repair BHA		1,000		1,000
038 Miscellaneous		18,000	5,000	23,000
042 Plug and Abandon		7,000	-7,000	
TOTAL DRILLING AND COMPLETION INTANGIBLES:		384,500	84,500	469,000

TANGIBLE EQUIPMENT		Dry Hole (725)	Completion (735)	Total
002 Conductor		2,000		2,000
003 Short Surface Csg	13-3/8" @ 450'	11,000		11,000
004 Long Surface Csg	8-5/8" @ 4500'	55,000		55,000
005 Intermediate				
006 Drilling Liner				
007 Tieback				
008 Production Csg	5-1/2" @ 11,500'		97,000	97,000
009 Production Liner				
010 Tubing	2-7/8" @ 11,400'		41,000	41,000
012 Wellhead Equipment		3,000	8,000	11,000
024 Other Subsurface Equipment			7,500	7,500
026 Non-Controllable Equipment			2,500	2,500
029 Prod Equipment & Facilities			45,000	45,000
030 Miscellaneous		3,500	10,000	13,500
TOTAL EQUIPMENT COSTS:		74,500	211,000	285,500

TOTAL WELL COSTS:	\$459,000	\$295,500	\$754,500
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Approved By _____ Date: _____

Company Name _____