

TEXACO EXPLORATION AND PRODUCTION INC.  
AUTHORITY FOR EXPENDITURE

PROJECT DEFINITION

LAND DEPT. FILE NO.

BU NAME - PERMIAN TEPI

COST CENTER

(NAME OF COMPANY)

AMT/AREA NUMBER

WBS ELEMENT

M/C Overhead (y or n)

THE FOLLOWING ESTIMATE IS SUBMITTED, ITS APPROVAL TO OPERATE AS AN APPROPRIATION, COVERING COST OF

Development Drilling

EXECUTIVE SUMMARY

LEASE AND WELL NO. Remuda Basin 24 State No. 1.

FIELD/AREA NAME Remuda

FACILITY NAME

PROSPECT NAME

SURFACE LOCATION 750' FSL & 1900' FVL, S24, T23S, R29E

TVD 11,900

FT.

PBHL MD 11,900

PARISH/COUNTY, ST. Eddy County, New Mexico

OBJECTIVE(S)

(RECOMPLETIONS ONLY) PRESENT RESERVOIR:

COST CENTER:

(RECOMPLETIONS ONLY) PROPOSED RESERVOIR

WATER DEPTH:

(SEISMIC/OTHER SURVEYS ONLY) TYPE

Seismic Project Number

PROJECT DESCRIPTION

47 Days DH, 16 Days Completion

PLAN DETAIL (100%)	DRILLING CAPEX (DRL)	COMPLETION CAPEX (CMP)	EQUIPMENT CAPEX (EQP)	EXPENSE/ USED MOH	TOTAL COSTS
TANGIBLES/MATERIALS					\$0
					\$0
400' of 13-3/8", 48#, H-40, STC casing	\$7,800				\$7,800
3,150' of 9-5/8", 36#, J-55, LTC casing	\$45,900				\$45,900
10,500' of 7", 29#, C-95, LTC casing	\$161,100				\$161,100
					\$0
					\$0
2,100' 5", 18#, C-95 FL-4S Production liner		\$27,300			\$27,300
9,800' 2-3/8", 4.7#, L-80 AB-MOD tubing		\$36,600			\$36,600
13-3/8x9-5/8x7x2-3/8 10M PSI, flowing tree, H2S	\$8,100	\$13,000			\$21,100
					\$0
					\$0
TOTAL TANGIBLES	\$222,900	\$76,900	\$0	\$0	\$299,800
INTANGIBLES/INSTALLATION					\$0
Transportation	\$17,300	\$8,600			\$25,900
Location Preparation		\$15,000			\$62,000
Mobilization	\$50,500				\$50,500
Footage Rig					\$0
Daywork Rig \$9700/Day	\$478,700				\$478,700
Completion Rig \$1800/Day		\$28,800			\$28,800
Bits	\$63,000	\$11,600			\$74,600
Texaco Salaries - Non Rig	\$47,000	\$16,000			\$63,000
Rental - Drillpipe 22 Days 3-1/2" DP	\$50,000	\$7,900			\$57,900
Rental - Other	\$75,200	\$32,000			\$107,200
Directional Tools & Services	\$0				\$0
Drilling Mud & Additives	\$65,800	\$1,500			\$67,300
Cement & Service	\$47,500	\$39,100			\$86,600
Water	\$18,900	\$8,200			\$27,100
Fuel 1.25/gallon	\$47,000	\$8,000			\$55,000
Coring					\$0
Testing		\$19,200			\$19,200
Perforating		\$31,700			\$31,700
Logging ML = \$19200	\$90,900	\$12,000			\$102,900
Waste Disposal & Damages	\$4,500	\$14,000			\$18,500
Stimulation		\$32,300			\$32,300
Completion Fluids		\$0			\$0
Other Drilling Costs	\$54,900	\$35,300			\$90,200
Contingency 6%	\$69,500	\$19,300			\$88,800
					\$0
					\$0
					\$0
TOTAL INTANGIBLES	\$1,227,700	\$340,500	\$0	\$0	\$1,568,200
TOTAL TANGIBLE & INTANGIBLES	\$1,450,600	\$417,400	\$0	\$0	\$1,868,000

JOINT INTEREST OWNER

APPROVED

DATE

CONTACT PERSON Boyd Schaneman x4640

3/7/01

REVIEWED

DATE 3/7/01

ESTIMATE NO. DATE

CC

PLANNING - COMPTROLLERS - LAND - ORIGINATOR

APPROVED

DATE