

EXHIBIT NO. 1
THREE STATES NATURAL GAS COMPANY

Well Cost Breakdown

Verde-Gallup Field

Tribal Well No. 1

NW/4 NW/4 Sec. 30-31N-14W

San Juan County, New Mexico

Road, location and pits		\$ 1,696
Drilling Contract - footage and daywork		28,706
Mud		3,987
Water		4,166
Logging		1,524
Cement and Cementing Service		1,547
Hauling		2,506
Equipment Rental		328
Casing and Liner		12,525
Tubing		2,571
Pumping Unit, rods, etc.		6,709
Tanks and Separator		5,651
Wellhead and other equip.		793
Line pipe		798
Misc. Valves and fittings		386
Fracturing treatment	9822.00	
Less: Recovered load oil	<u>2700.00</u>	7,122
Labor and installation charges		1,036
Direct wage and car expense		1,303
District Overhead		<u>1,010</u>
	Total Cost	\$84,364

Drilled with rotary to	3702
Cable tools to	3837
Total Depth	3837

BEFORE THE
OIL CONSERVATION COMMISSION
SANTA FE, NEW MEXICO

Three States
EXHIBIT No. 1
CASE 1441