

MEWBOURNE OIL COMPANY  
AUTHORIZATION FOR EXPENDITURE

Prospect: CHALK BLUFF DRAW

Field: ILLINOIS CAMP (MORROW)

Well Name and No: CHALK BLUFF #35 FEDERAL #1

Location: 1980' FSL & 1980' FEL

Section: 35

Block

Township: 17S

Range: 27E

County: EDDY

State: N.M.

Proposed Depth: 10,000'

DESCRIPTION		Cost To Casing Point AFE NO.	Completion Cost AFE NO.
INTANGIBLE COST 180			
300	Permits and Surveys	600	600
301	Location, Roads and surveys	20000	2000
302	Footage or Turnkey Drilling	180250	0
303	Day Work	20000	0
304	Fuel, Water and Other	20000	1000
305	Completion/Workover Rig	0	20000
306	Mud and Chemicals	15000	0
307	Cementing	15000	22000
308	Logging and Wireline	18000	7000
309	Casing-Tubing Services	3000	2000
310	Mud Logging	5000	0
311	Testing	4000	2000
312	Treating	0	55000
313	Coring	0	0
320	Transportation	2500	4000
321	Welding and Construction Labor	2000	1000
322	Contract Supervision	0	0
330	Equipment Rental	6000	4000
334	Well/Lease Legal/Tax	500	0
335	Well/Lease Insurance	4400	0
350	Intangible Supplies	500	500
360	Pipeline ROW and Easements	0	500
367	Pipeline Interconnect	0	12000
375	Company Supervision	29000	11000
380	Overhead Fixed Rate	8000	3750
399	Contingencies	35375	14835
Total Intangibles		\$369,125	\$163,185
TANGIBLE COST 181			
	Conductor Casing	0	0
	Surface Casing 13 3/8" @ 400'	8800	0
	Intermediate Casing 9 5/8" @ 2600'	36400	0
	Production Casing 5 1/2" @ 10,000	0	77250
	Production Casing	0	0
	Tubing 2 7/8" @ 10,000'	0	23700
860	Drilling Head	4500	0
865	Tubing Head	0	2500
870	Upper Section	0	7000
875	Sucker Rods	0	0
880	Packer, Pump & Other Subsurface	0	8000
885	Pumping Unit & Prime Mover + Electricity	0	0
890-1	Tanks (Steel & Fiberglass)	0	6000
894-5	Separation Equipment (fired,Non-fired)	0	10000
898	Metering Equipment	0	3000
900	Line Pipe	0	10000
905	Valves	0	3000
906	Miscellaneous Fittings & Accessories	0	1500
910	Production Equipment Installation	0	10000
920	Pipeline Construction	0	20000
Total Tangibles		\$49,700	\$181,950
SUBTOTAL		\$438,825	\$345,135
TOTAL WELL COST		\$783,960	

Date Prepared: 10-23-92

Prepared By: Gregory Milner

Company Approval: *Gregory Milner*

Date Approved: 10-27-92

Joint Owner Approval:

Joint Owner Interest:

Joint Owner Amount:

BEFORE	STOGNER
OIL CONSERVATION DIVISION	
EXHIBIT NO. 5	
CASE NO.	10637