

AMERIND OIL CO.

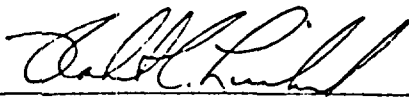
Authorization for Expenditure

Speight No. 1
660' FNL, 510' FWL
28 - 16S - 37E
Lovington Penn, NE Field
Lea County, New Mexico

To drill and complete in the Strawn Formation:

<u>INTANGIBLE</u>	<u>Casing Point</u>	<u>Pumping Completion</u>	<u>Total</u>
Drilling 11,600' @ \$15.50	\$180,000	\$	\$
Daywork 3 @ \$4,500	14,000		
Drilling mud and water	30,000		
Location and surface damages	20,000		
Drill stem test - Strawn	5,000		
Log and perforate	30,000	6,000	
Cementing - surface 400 sx	8,000		
- inter. 1,900 sx	15,000		
- prod. 300 sx		5,000	
Supervision	5,000	5,000	
Geological	3,000		
Contract services and equipment rentals	5,000	30,000	
Completion unit (10 days @ \$1,500)		15,000	
Acid treatment - 5,000 gal. MOD 202		10,000	
Drilling and completion overhead	4,000	2,000	
TOTAL INTANGIBLE	\$319,000	\$ 73,000	\$392,000
<u>TANGIBLE</u>			
Casing			
Surface 400' 13-5/8" 54.5# H40STC	\$ 6,000	\$	\$
Inter. 2,200' 8-5/8" 24 # K55STC	20,000		
2,100' 8-5/8" 32 # K55STC	23,000		
Prod. 11,600' 5-1/2" 20 # N80LTC		80,000	
Tubing 11,300' 2-7/8" 6.5# N80 T&C		40,000	
Rods		15,000	
Pumping unit - 640-365-144		60,000	
Pump, tbg. anchor, etc.		4,000	
Wellhead	6,000	7,000	
Tank battery & misc.		25,000	
Electric power installation		7,000	
TOTAL TANGIBLE	\$ 55,000	\$238,000	\$293,000
Contingencies	20,000	15,000	35,000
TOTAL	\$394,000	\$326,000	\$720,000

RECOMMENDED BY:



Date: August 1, 1984

APPROVED BY:

Date:

BEFORE BY AMERIND OIL CO.
OIL CONSERVATION BOARD
EXHIBIT NO. 3
CASE NO. 8319 & 8320
Submitted by Amerind Oil Co.
Hearing Date 9/5/84