



STATE OF NEW MEXICO  
ENERGY AND MINERALS DEPARTMENT  
OIL CONSERVATION DIVISION

**TONEY ANAYA**  
GOVERNOR

December 13, 1984

POST OFFICE BOX 2088  
STATE LAND OFFICE BUILDING  
SANTA FE, NEW MEXICO 87501  
(505) 827-5800

Mr. Thomas Kellahin  
Kellahin & Kellahin  
Attorneys at Law  
Post Office Box 2265  
Santa Fe, New Mexico


Re: CASE NO. 8420  
ORDER NO. R-7757

Applicant:  
BTA Oil Producers

Dear Sir:

Enclosed herewith are two copies of the above-referenced Division order recently entered in the subject case.

Sincerely,

Sincerely,  
  
R. L. STAMETS  
Director

RLS / fd

Copy of order also sent to:

Hobbs OCD	<u>x</u>
Artesia OCD	<u>x</u>
Aztec OCD	

Other \_\_\_\_\_

## BTA OIL PRODUCERS

WELL COST ESTIMATE & AUTHORITY FOR EXPENDITURE

Well Name: 8212 JV-P Lynch No. 2  
 Location: 1980' FSL & 1980' FWL  
 Section 24, T-20-S, R-34-E,  
 Lea County, New Mexico

Total Depth: 13,600'

Formation: Strawn

Prepared by: L. G. Johnson

AFE Prepared: September 21, 1984

Approved by: C. R. PearsINTANGIBLES

	<u>Dry Hole</u>	<u>Producer</u>
Engineering & Geological	\$36,000	\$40,000
Location, Damages, Stake	60,000	70,000
Drilling (Day Work):		
70 days @\$4,000/day	260,000	280,000
Mud Related Supplies	50,000	55,000
Completion Unit & Swab		
14 days @\$1,200/day		17,000
Cement & Service	50,000	76,000
Electric Log & Perf.	45,000	55,000
Well Stimulation		30,000
Drillstem Test	6,000	6,000
Bits	64,000	67,000
Bottom Hole Assemblies	20,000	20,000
Plug & Abandon	15,000	
Move In & Rig Up	38,000	38,000
Welding	6,000	12,000
Trucking	12,000	25,000
Rental Equipment	21,000	30,000
Casing Services	10,000	15,000
Completion Services		20,000
Supervision	20,000	25,000
Roustabout	5,000	10,000
Fuel	30,000	35,000
BOP Services	12,000	15,000
Miscellaneous	76,000	94,000
Total Intangibles	\$836,000	\$1,035,000

TANGIBLES

Casing:		
60' of 30" @\$45/ft.	3,000	3,000
700' of 20" @\$50/ft.	35,000	35,000
3,500' of 13-3/8" @\$22/ft.	77,000	77,000
5,500' of 9-5/8" @\$15/ft.	83,000	83,000
13,600' of 5-1/2" @\$8/ft.		109,000
13,500' of 2-7/8" @\$4/ft.		54,000
Well Head & Connections	15,000	30,000
Sub-Surface Equipment		8,000
Flow Lines		10,000
Miscellaneous Well Equipment		15,000
Tanks & Connections		20,000
Heater & Treaters		15,000
Miscellaneous Lease Equipment		10,000
Total Tangibles	\$213,000	\$469,000
TOTAL WELL COST	\$1,049,000	\$1,504,000

Approved by: \_\_\_\_\_

Company: \_\_\_\_\_

Date: \_\_\_\_\_