



Operator: Felix Energy LLC
 Well Name: Avanti 3526-4H
 Proposed TD: 19581' MD/9030' TVD
 Location: 2 - 13N - 7W
 Purpose: Drill, complete & equip horizontal well

Date: 4/2/2014
 Field:
 County, State: Kingfisher, OK
 Objective: Woodford
 AFE No.:

Intangibles		Drilling (830)	Completion (840)	Facility (840)	Total
010	Permits, Licenses, Etc	2,000			2,000
020	Staking & Surveying	3,000			3,000
025	Road, Locations	250,000	75,000	5,000	330,000
030	Damages	30,000			30,000
035	Mobilization/Demobilization	188,000			188,000
040	Daywork Contract	790,450	-		790,450
045	Footage Contract	-			-
050	Mouse/Rathole/Conduct Pipe	15,500			15,500
055	Directional Drilling & Surveying	438,000			438,000
060	Bits, Tools, Stabilizers	89,524	100,000		189,524
065	Fuel, Power	200,900	99,750		300,650
070	Drill Water	27,000	-		27,000
075	Mud & Chemicals	240,000			240,000
080	Mud Logging	43,200			43,200
085	Drill Stem Testing	-			-
090	Core Analysis	-			-
095	Openhole Logging	75,000			75,000
100	Cement Services/Float Equip	155,000	-		155,000
105	Transportation, Trucking	84,000	30,000		114,000
110	Casing Crew & Equipment	60,703	-		60,703
115	Welding Services	15,000	5,000	5,000	25,000
120	Contract Labor	25,000	10,000	-	35,000
125	Rental Equipment	384,418	150,000	10,000	544,418
130	Completion Rig		135,000		135,000
135	Coiled Tubing		100,000		100,000
140	Cased Hole Logs & Surveys	-	20,000		20,000
145	Perforating/Wireline Services		300,000		300,000
150	Miscellaneous	20,000	300,000		320,000
155	Acidizing/Fracturing		4,310,000		4,310,000
160	Well Testing		50,000		50,000
165	Completion Fluids		20,000		20,000
170	Other Services	281,125	120,000		401,125
175	Supervision	162,000	75,000	3,000	240,000
180	Overhead	17,730	6,000	-	23,730
185	Well Control Insurance	19,581			19,581
190	Legal, Title Services	3,000			3,000
195	P&A Costs	-	-		-
200	Contingency	235,308	383,874		619,182
Subtotal - Intangibles		3,855,439	6,289,624	23,000	10,168,063
Tangibles		Drilling (850)	Completion (860)	Facility (860)	Total
010	Conductor Casing	-			-
015	Surface Casing 1500' 9.625 36# K-55 STC	36,990			36,990
120	Intermediate Casing	-			-
125	Drilling Liner	-			-
130	Production Casing 19581' 5.5 20# P-110 USF	467,790			467,790
135	Production Liner	-			-
140	Production Tubing 8,800 ft of 2-3/8"		101,038		101,038
145	Wellhead Equipment	22,000	30,000		52,000
150	Float Equip/Liner Hanger	-			-
155	Nipple/ Valve/ Fitting/Flowline			60,000	60,000
160	Subsurface Equipment		20,000		20,000
165	Surface Equipment			135,000	135,000
170	Supervision	-	-	5,000	5,000
175	Hauling	-	-	5,000	5,000
180	Compressors			-	-
185	Artificial Lift (surface)			30,000	30,000
186	Artificial Lift (downhole)		40,000		40,000
190	Power			35,000	35,000
195	Flow Lines			-	-
200	Pipeline & Metering			85,000	85,000
205	Misc & TCC Contingency			-	-
300	Build Battery			20,000	20,000
Subtotal - Tangibles		526,780	191,038	375,000	1,092,818
Total AFE		4,382,219	6,480,662	398,000	11,260,881

Felix Energy LLC Approval

Approved by:

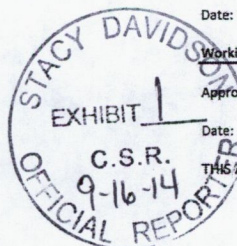
Date: 4/3/14

Working Interest Owner Approval

Approved by: _____

Date: _____

THIS AFE IS ONLY AN ESTIMATE. BY RETURNING ONE SIGNED COPY, PARTY AGREES TO PAY ITS WORKING INTEREST SHARE OF ACTUAL COSTS INCURRED.



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