



# Authority for Expenditure Drilling, Completion, Facilities

WELL NAME: PSN&R 1H-18X  
AFE NO. 44399  
RC NO. 500391761  
Date: 6/1/2015

OPERATOR:	STATE	COUNTY	SECTION	TOWNSHIP	RANGE	PROPOSED TD
Newfield Exploration-Mid Continent	OK	KINGFISHER	18 & 19	15N	8W	9,500' / 19,750'
DRILLING COMMENTS	COMPLETION COMMENTS				FACILITIES	
DETAIL OF ESTIMATED EXPENDITURES	COST CODE	DRILLING	COMPLETION	FACILITIES	ART. LIFT	TOTAL
<b>INTANGIBLES</b>						
Base / Field Office Operations	101	\$ 31,197.00	\$ 30,000.00	\$ -	\$ -	\$ 61,197.00
Cased Hole Electric Wireline	102	\$ -	\$ 515,000.00	\$ -	\$ 10,000.00	\$ 525,000.00
Services - Casing Crews and Running Tools	103	\$ 45,000.00	\$ 50,000.00	\$ -	\$ 4,500.00	\$ 99,500.00
Services Cementing/Coil Tubing Unit	105	\$ 170,000.00	\$ -	\$ -	\$ -	\$ 170,000.00
Communications	109	\$ 5,850.00	\$ -	\$ -	\$ -	\$ 5,850.00
Consultants	110	\$ 83,193.00	\$ 150,000.00	\$ -	\$ -	\$ 233,193.00
Core / Fluid Analysis	111	\$ -	\$ -	\$ -	\$ 2,500.00	\$ 2,500.00
Directional Drilling Operations	113	\$ 259,978.00	\$ -	\$ -	\$ -	\$ 259,978.00
Environmental & Safety Services	117	\$ 1,040.00	\$ 35,000.00	\$ -	\$ -	\$ 36,040.00
Fishing Services	119	\$ -	\$ -	\$ -	\$ -	\$ -
Fluids Disposal (includes transportation)	120	\$ 57,195.00	\$ 20,000.00	\$ -	\$ -	\$ 77,195.00
Services Formation Evaluation	121	\$ -	\$ -	\$ -	\$ -	\$ -
Formation Stimulation - Fracturing	122	\$ -	\$ 3,020,000.00	\$ -	\$ -	\$ 3,020,000.00
Formation Stimulation - Other	123	\$ -	\$ 20,000.00	\$ -	\$ -	\$ 20,000.00
Hot Oiling Services	128	\$ -	\$ 9,000.00	\$ -	\$ -	\$ 9,000.00
Inspection - Bottom Hole Assembly	129	\$ 5,000.00	\$ -	\$ -	\$ -	\$ 5,000.00
Inspection - Casing	130	\$ 5,000.00	\$ -	\$ -	\$ -	\$ 5,000.00
Inspection - Drill Pipe	131	\$ 25,000.00	\$ -	\$ -	\$ -	\$ 25,000.00
Inspection - Site	132	\$ -	\$ -	\$ -	\$ -	\$ -
Inspection - Tubing	133	\$ -	\$ 2,000.00	\$ -	\$ -	\$ 2,000.00
Installation / Removal - Pipeline	135	\$ -	\$ -	\$ -	\$ -	\$ -
Instrumentation	138	\$ -	\$ -	\$ -	\$ -	\$ -
Labor - Company Supervision	139	\$ -	\$ -	\$ -	\$ -	\$ -
Company Labor	140	\$ -	\$ -	\$ 7,000.00	\$ 2,000.00	\$ 9,000.00
Labor - Contract Employees	141	\$ -	\$ -	\$ 42,000.00	\$ -	\$ 42,000.00
Location Preparation	143	\$ 150,000.00	\$ 1,000.00	\$ 15,000.00	\$ -	\$ 166,000.00
Location Remediation & Maintenance	144	\$ 250,000.00	\$ 12,500.00	\$ 2,000.00	\$ -	\$ 264,500.00
Services Miscellaneous	146	\$ -	\$ 6,500.00	\$ -	\$ 5,000.00	\$ 11,500.00
Mud Logging Services	147	\$ 18,898.00	\$ -	\$ -	\$ -	\$ 18,898.00
Drilling & Completion Rig Costs	150	\$ 447,778.00	\$ 215,000.00	\$ -	\$ 15,000.00	\$ 677,778.00
Drilling Well Turnkey Costs	152	\$ -	\$ -	\$ -	\$ -	\$ -
Rig Mobilization & De-Mobilization	153	\$ 200,000.00	\$ -	\$ -	\$ -	\$ 200,000.00
Security Services	154	\$ -	\$ 15,000.00	\$ -	\$ -	\$ 15,000.00
Slickline Services	155	\$ -	\$ -	\$ -	\$ -	\$ -
Survey - Location	156	\$ 1,500.00	\$ -	\$ -	\$ -	\$ 1,500.00
Survey - Well	157	\$ -	\$ -	\$ -	\$ -	\$ -
Testing - Well Control Equipment	160	\$ 7,500.00	\$ 8,000.00	\$ -	\$ -	\$ 15,500.00
Transportation - Land	162	\$ 8,579.00	\$ 25,000.00	\$ 10,000.00	\$ 5,000.00	\$ 48,579.00
Tubular Conveyed Perforating & Drill Stem Testing Services	165	\$ -	\$ -	\$ -	\$ -	\$ -
Services Welding	166	\$ 3,500.00	\$ -	\$ -	\$ -	\$ 3,500.00
Drill Bits	301	\$ 120,000.00	\$ 10,000.00	\$ -	\$ -	\$ 130,000.00
Blow-Out Preventor	302	\$ 12,999.00	\$ 65,000.00	\$ -	\$ 2,000.00	\$ 79,999.00
Completion Fluids	304	\$ -	\$ 5,000.00	\$ -	\$ -	\$ 5,000.00
Cranes	307	\$ -	\$ 10,000.00	\$ -	\$ -	\$ 10,000.00
Drill String	310	\$ 7,500.00	\$ -	\$ -	\$ -	\$ 7,500.00
Electrical Repairs	311	\$ -	\$ -	\$ -	\$ -	\$ -
Fuel	313	\$ 81,878.00	\$ 235,000.00	\$ -	\$ -	\$ 316,878.00
Gas Measurement	317	\$ -	\$ -	\$ 20,000.00	\$ -	\$ 20,000.00
Heaters - Indirect Line	321	\$ -	\$ -	\$ -	\$ -	\$ -
Rent Lost in Hole	325	\$ -	\$ -	\$ -	\$ -	\$ -
Rent Miscellaneous Surface Equipment	328	\$ 9,349.00	\$ 195,000.00	\$ 17,000.00	\$ -	\$ 221,349.00
Mud - Drilling	329	\$ 293,162.00	\$ -	\$ -	\$ -	\$ 293,162.00
Mud Monitoring & Processing Equipment	330	\$ 49,396.00	\$ -	\$ -	\$ -	\$ 49,396.00
Stabilizer, Under-Reamer, Hole-Opener	341	\$ 10,399.00	\$ -	\$ -	\$ -	\$ 10,399.00
Tools & Supplies	346	\$ -	\$ -	\$ -	\$ -	\$ -
Vapor Recovery System	349	\$ -	\$ -	\$ 18,000.00	\$ -	\$ 18,000.00
Drilling Water	350	\$ 15,599.00	\$ 480,000.00	\$ -	\$ -	\$ 495,599.00
Water Handling Equipment	351	\$ -	\$ -	\$ -	\$ -	\$ -
Drilling Insurance	501	\$ 10,000.00	\$ -	\$ -	\$ -	\$ 10,000.00
Legal Fees	503	\$ 65,000.00	\$ -	\$ -	\$ -	\$ 65,000.00
Regulatory Compliance	511	\$ 1,500.00	\$ -	\$ -	\$ -	\$ 1,500.00
Overhead	965	\$ 10,009.00	\$ -	\$ -	\$ -	\$ 10,009.00
Subtotal - Intangibles		\$ 2,462,999.00	\$ 5,134,000.00	\$ 131,000.00	\$ 46,000.00	\$ 7,773,999.00
<b>TANGIBLES</b>						
Oil Measurement Equipment	332	\$ -	\$ -	\$ -	\$ -	\$ -
Line Pipe & Battery Fittings	335	\$ -	\$ -	\$ 78,000.00	\$ -	\$ 78,000.00
Pumps	336	\$ -	\$ -	\$ -	\$ 2,500.00	\$ 2,500.00
Separators	340	\$ -	\$ -	\$ 25,000.00	\$ -	\$ 25,000.00
Stock Tanks	345	\$ -	\$ -	\$ 62,000.00	\$ -	\$ 62,000.00
Treaters	347	\$ -	\$ -	\$ 31,000.00	\$ -	\$ 31,000.00
Artificial Lift	601	\$ -	\$ -	\$ -	\$ 15,000.00	\$ 15,000.00
Casing Accessories	602	\$ 46,000.00	\$ -	\$ -	\$ -	\$ 46,000.00
Miscellaneous Surface Equipment	603	\$ -	\$ -	\$ -	\$ -	\$ -
Packers / Anchors / Liner Hangers	604	\$ -	\$ -	\$ -	\$ -	\$ -
Water Casing (Conductor Casing)	607	\$ 10,000.00	\$ -	\$ -	\$ -	\$ 10,000.00
Pipe Surface Casing	608	\$ 42,000.00	\$ -	\$ -	\$ -	\$ 42,000.00
Pipe Intermediate Casing	609	\$ -	\$ -	\$ -	\$ -	\$ -
Production Casing/Liner	610	\$ 507,000.00	\$ -	\$ -	\$ -	\$ 507,000.00
Pipe Casing Liner	611	\$ -	\$ -	\$ -	\$ -	\$ -
Tubing	613	\$ -	\$ -	\$ -	\$ 55,000.00	\$ 55,000.00
Rods	614	\$ -	\$ -	\$ -	\$ 1,500.00	\$ 1,500.00
Tubing Accessories	616	\$ -	\$ -	\$ -	\$ -	\$ -
Wellhead	617	\$ 22,000.00	\$ 30,000.00	\$ -	\$ -	\$ 52,000.00
Subtotal - Tangibles		\$ 627,000.00	\$ 30,000.00	\$ 196,000.00	\$ 74,000.00	\$ 927,000.00
AFE TOTAL		\$ 3,089,999.00	\$ 5,164,000.00	\$ 327,000.00	\$ 120,000.00	\$ 8,700,999.00

This AFE is only an estimate. By returning one signed copy the undersigned hereby agrees to pay its share of all the actual costs incurred in this operation.

NAME: \_\_\_\_\_  
PRINTED NAME: \_\_\_\_\_  
TITLE: \_\_\_\_\_

COMPANY: \_\_\_\_\_  
DATE: \_\_\_\_\_

