NEWFIELD Authority for Expenditure Drilling, WELL NAME: JIMINEZ 1H-16X Completion, Facilities AFE NO. 45307 RC NO. 500396067 Date: 9/14/2015 OPERATOR: COUNTY SECTION STATE TOWNSHIP RANGE PROPOSED TD '8415 TVD / '18850 MD KINGFISHER 17N Newfield Exploration-Mid Continent ОК 16 8W DRILLING COMMENTS COMPLETION COMMENTS FACILITIES DETAIL OF ESTIMATED EXPENDITURES COST CODE DRILLING COMPLETION FACILITIES TOTAL INTANGIBLES Base / Field Office Operations Cased Hole Electric Wireline 31,606.00 30,000.00 61,606.00 10,000.00 102 460,000.00 470,000.00 45.000.00 Services - Casing Crews and Running Tools Services Cementing/Coil Tubing Unit 50,000.00 4,500.00 99.500.00 185,000.00 5,926.00 105 109 185,000.00 Communications 5.926.00 110 \$ 111 \$ 113 \$ 234,283.00 2,500.00 292,963.00 Consultants Core / Fluid Analysis 150,000.00 84,283.00 2,500.00 292,963.00 **Directional Drilling Operations Environmental & Safety Services** 117 119 1,054.00 35,000.00 36,054.00 Fishing Services Fluids Disposal (includes transportation) Services Formation Evaluation Formation Stimulation - Fracturing Fishing Services 57,945.00 77.945.00 20,000.00 2,720,000.00 2,720,000.00 123 128 20,000.00 Formation Stimulation - Other Hot Oiling Services 9,000.00 Inspection - Bottom Hole Assembly Inspection - Casing Inspection - Drill Pipe 5,000.00 S 5,000.00 131 25,000.00 25,000.00 Inspection - Site Inspection - Tubing 2,000.00 2,000.00 Installation / Removal - Pipeline 139 Labor - Company Supervision 140 141 143 7,000.00 \$ 42,000.00 \$ 15,000.00 \$ 9,000.00 42,000.00 216,000.00 Company Labor Labor - Contract Employees 2,000.00 200,000.00 1,000.00 Location Preparation Location Remediation & Maintenance Services Miscellaneous 144 \$ 146 \$ 147 \$ 264,500.00 11,500.00 19,205.00 250,000.00 12,500.00 2,000.00 5,000.00 19,205.00 Mud Logging Services Drilling & Completion Rig Costs Drilling Well Turnkey Costs 408,313.00 115,000.00 15,000.00 538,313.00 Rig Mobilization & De-Mobilization 200,000.00 200,000,00 15,000.00 Security Services Slickline Services Survey - Location Survey - Well 1,500.00 1,500.00 15,500.00 Testing - Well Control Equipment 160 Transportation - Land 10,000.00 5,000.00 48,692.00 Tubular Conveyed Perforating & Drill Stem Testing Services 165 Services Welding Drill Bits 3,500.00 S 3.500.00 3,500.00 140,000.00 65,169.00 5,000.00 10,000.00 Blow-Out Preventor 2,000.00 13,169.00 302 50,000.00 Completion Fluids 304 307 Cranes 310 § 311 § 313 § Drill String Electrical Repairs 7,500.00 7,500.00 317,441.00 82,441.00 235,000.00 Gas Measurement Heaters - Indirect Line 317 \$ 321 \$ 325 \$ 20,000.00 20,000.00 Rent Lost in Hole 328 329 9,468.00 \$ 305,913.00 \$ 191,468.00 305,913.00 Rent Miscellaneous Surface Equipment 165,000.00 \$ 17,000.00 Mud - Drilling Mud - Drilling Mud Monitoring & Processing Equipment Stabilizer, Under-Reamer, Hole-Opener 330 : 341 : 50,043.00 50,043.00 10,535.00 10,535.00 346 Tools & Supplies 349 350 18,000.00 18,000,00 Vapor Recovery System 480,000.00 15,804.00 \$ 495,804.00 **Drilling Water** Water Handling Equipment Drilling Insurance 351 \$ 501 \$ 503 \$ 10,000.00 65,000.00 1,500.00 10,140.00 10,000.00 Legal Fees 65,000.00 Regulatory Compliance 1,500.00 \$ 10,140.00 \$ 965 Overhead \$ 2,549,000.00 \$ 4,634,000.00 \$ 131,000.00 \$ Subtotal - Intangibles 46,000.00 7,360,000.00 TANGIBLES 332 Oil Measurement Equipment 78,000.00 78,000.00 Line Pipe & Battery Fittings 2,500.00 2,500.00 25,000.00 Pumps 25,000.00 Separators Stock Tanks 340 62,000.00 31,000.00 15,000.00 345 347 62,000.00 31,000.00 Treaters 15,000.00 Artificial Lift 601 602 46,000.00 46,000.00 Casing Accessories Miscellaneous Surface Equipment Packers / Anchors / Liner Hangers Water Casing (Conductor Casing) 604 42,000.00 Pipe Surface Casing 608 42,000.00 Pipe Intermediate Casing Production Casing/Liner 609 481,000.00 481,000.00 Pipe Casing Liner Tubing 611 55,000.00 613 614 55,000.00 Rods Tubing Accessories Wellhead Subtotal - Tangibles AFE TOTAL 1,500.00 52,000.00 901,000.00 8,261,000.00 1,500.00 617 \$

NAME: COMPANY: DATE: DATE: TITLE:

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.

