

20140 7083



Operator: Felix Energy LLC
 Well Name: Cloud Nine 3328-1H
 Proposed TD: 20041' MD/9490' TVD
 Location: 33-28 - 15N - 8W
 Purpose: Drill, complete & equip horizontal well

Date: 7/25/2014
 Field: CH 10/23/14
 County, State: Kingfisher, OK
 Objective: Meramec
 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	247,000			247,000
040	Daywork Contract	760,250	-		760,250
045	Footage Contract	-			-
050	Mouse/Rathole/Conduct Pipe	15,500			15,500
055	Directional Drilling & Surveying	354,000			354,000
060	Bits, Tools, Stabilizers	91,364	100,000		191,364
065	Fuel, Power	164,150	99,750		263,900
070	Drill Water	21,600	-		21,600
075	Mud & Chemicals	192,000			192,000
080	Mud Logging	33,600			33,600
085	Drill Stem Testing	-			-
090	Core Analysis	-			-
095	Openhole Logging	-			-
100	Cement Services/Float Equip	125,000	-		125,000
105	Transportation, Trucking	73,200	30,000		103,200
110	Casing Crew & Equipment	40,312	-		40,312
115	Welding Services	15,000	5,000	5,000	25,000
120	Contract Labor	25,000	10,000	-	35,000
125	Rental Equipment	191,300	150,000	10,000	351,300
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		5,110,000		5,110,000
160	Well Testing		50,000		50,000
165	Completion Fluids		20,000		20,000
170	Other Services	279,700	120,000		399,700
175	Supervision	129,600	75,000	3,000	207,600
180	Overhead	14,184	6,000	-	20,184
185	Well Control Insurance	20,041			20,041
190	Legal, Title Services	3,000			3,000
195	P&A Costs	-	-		-
200	Contingency	201,552	435,874		637,426
Subtotal - Intangibles		3,302,353	7,141,624	23,000	10,466,976
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 20041' 5.5 20# P-110 USF	478,779			478,779
135	Production Liner	-			-
140	Production Tubing 8,800 ft of 2-3/8"		103,412		103,412
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		537,769	193,412	375,000	1,106,181
Total AFE		3,840,122	7,335,035	398,000	11,573,157

Felix Energy LLC Approval

Approved by: *Adrian D. Long*

Date: 7/29/14 CH 10/23/14

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.

OCT 24 2014

