

Tipton Hearing - Sunray A #1

Injection Economics

Sec 36 T9S R33E

Lea County, NM

11/22/2012

Minimum Case Economic Parameters:

BOPD	8	Cost Savings	\$3.50/BW
BWPD	30	Life	15 Years
Initial Dec	14%	Undisc CF	574.8M\$
Har Exp	0.5	PO	4.5 Years
Final BOPD	2	ROI	3.3 to 1
Investment	175.0M\$	NPV @ 20%	3.4M\$