

Conclusions

Core Permeability

- Similar permeability in area of interest as in adjacent areas with adequate drainage under 640 acre per well spacing
- Significant higher permeability calculated for net pay interval then shown in 2010 Exhibit as pay permeability

Drainage Area

- 640 acre well spacing currently draining large portions of the reservoir
- Seven out of 19 wells in the area of interest calculate greater than 160 acre drainage area
- Overlap of drainage areas from wells on 640 acre well spacing is occurring immediately to the East and West of the area of interest.

Interference between Wells

- Evidence of significant interference occurring as reservoir is infill drilled
- No wells have been densified in the area of interest to evaluate interference

Re-stimulation

- Application of new stimulation technologies has shown improve rate and reserves in existing wells that have resulted in larger drainage areas

Reliant Exhibit #28