

ESTIMATE OF FUTURE COST AND VALUE
COTTON DRAW UNIT & MONSANTO STATE CO₂ FLOOD
POGO PRODUCING COMPANY

PROJECT COST, MM\$

PIPELINE	4.5
WORKOVERS/RECOMPLETIONS	1.84
DRILL WELLS	16.2
FACILITIES	<u>13.0</u>
TOTAL COST:	35.54

VALUE OF INCREMENTAL PRODUCTION, MM\$

INCREMENTAL OIL, MMBO	12.0
INCREMENTAL GAS, BCF	-0.20
INCREMENTAL NGL's, MMB	1.2
OIL VALUE @ \$43.54/BBL	522.5
GAS VALUE @ \$7.36/MCF	(1.5)
NGL VALUE @ \$29.5/BBL	35.4
LESS OPERATING EXPENSE @ \$11.68/BOE*	<u>(154.2)</u>

TOTAL INCREMENTAL VALUE: 402.2

EST. PRIMARY + SECONDARY ULT. RESERVES: 14 MMBO + 15 BCF
EST ULT. INCREMENTAL CO₂ RESERVES: 12 MMBO + 1.2 MMB-NGL

*NOTE: INCREMENTAL OPERATING EXPENSE INCLUDES COST OF
PURCHASE AND RECYCLE CO₂.

OIL CONSERVATION DIVISION

CASE NUMBER

EXHIBIT NUMBER 15