

*Basinwide
incl. all operations*

TOTAL

OF COMPLETIONS (1990 - 1995) - *single well completions* → **319**

OF UNDEVELOPED DRILL BLOCKS (UDDB's) **6,201**

PERCENTAGE OF UDDB's DEVELOPED PER YEAR **0.9%**

YEARS REQUIRED TO DEVELOP UDDB'S @ *present 1% rate* **117**

TOTAL CAPITAL REQ'D MM\$ *51.7 billion* **1,750**

RESERVES DEVELOPED BCF **4,687**

ROYALTIES @12.5% MM\$ *21.7 billion* **1,136**

ADVELORUM & SEVERANCE TAX @8% MM\$ **963**

OPERATING EXPENSES MM\$ **2,057**

INCOME TAX @38% MM\$ *4.2 billion* **1,263**

CONCLUSIONS:

**SIGNIFICANT ECONOMIC POTENTIAL
EXISTS**

**SIGNIFICANT WASTE POTENTIAL
EXISTS**

**ALLOCATION METHODS ARE
ADEQUATE & REASONABLE**

**SINGLE MOST CRITICAL ISSUE
FORMATION & FLUID
COMPATABILITY**