

VERTICAL VS HORIZONTAL ECONOMICS

EL PASO 23 #2H

HORIZONTAL WOLFCAMP TEST

ECONOMICS	VERTICAL	HORIZONTAL
GROSS INVESTMENT	\$1,654,300	\$1,987,000
UNRISKED RESERVES	1.8 BCF	3.7 BCF
ROR	NEGATIVE	24%
NPV @ 10% TO BR	(\$274,000)	\$184,000
DISC. P/I @ 10%	(0.21)	0.10
Above economics based on 100% WI + 78% NI		