

shugart

EAST SHUGART DELAWARE UNIT ECONOMICS TABLE

	<u>CURRENT OPERATIONS</u>	<u>INCREMENTAL PROPOSED UNIT</u>
RESERVES	596 MBO 2195 MMCF	3713 MBO 1200 MMCF
CAPITAL	0 M\$	5649 M\$
UNDISCOUNTED INCOME	5,852 M\$	50,154 M\$
PWP @ 10%	3086 M\$	14,506 M\$

PRICE SCENARIO

<u>YEAR</u>	<u>OIL PRICE \$/BBL</u>	<u>GAS PRICE \$/MMCF</u>
1999	15.87	\$2.41
2000	15.87	\$2.41
2001	15.97	\$2.42
	Esc 4.2 %	Esc 4.0 %
	Thereafter	Thereafter

NEW MEXICO
OIL CONSERVATION DIVISION
St. Mary EXHIBIT 28
CASE NO. 12207/12208