

COMPARATIVE ECONOMICS
FOR DEVELOPMENT OF
LEA BONE SPRINGS POOL

40-ACRE SPACING VS. 80-ACRE SPACING

Minimum Area Expected to be Productive	800 Acres
Wells Required with 40 Acre Spacing	20 Wells
Wells Required with 80 Acre Spacing	10 Wells
<u>Investment @ \$225,000 per well</u>	
For 40 Acre Spacing (20 Wells)	\$4,500,000
For 80 Acre Spacing (10 Wells)	\$2,250,000
<u>Investment for Dual Completion @ \$25,000 per Well</u>	
For 40 Acre Spacing (20 Wells)	\$ 500,000
For 80 Acre Spacing (10 Wells)	\$ 250,000
<u>Ultimate Reserves</u>	
Oil	812,800 bbls.
Gas @ 2000 cu. ft. per bbl.	1,625,600 MCF
<u>W.I. Net Operating Income Per Gross Bbl. of Oil</u>	
<u>Produced Including Income from Gas Produced With Oil</u>	
<u>Value</u>	
Bbl. of oil	\$ 2.77
2000 cu. ft. of gas	0.20
Total Gross Value	\$ 2.97
<u>Costs</u>	
Severance & Advalorem Taxes	\$0.21
Royalty	0.37
Lifting Costs	0.24
	\$ 0.82
Net Operating Income per Gross Bbl.	\$ 2.15
<u>W.I. Total Net Operating Income</u>	
812,800 x \$2.15/bbl.	\$1,747,520
Net <u>Loss</u> for 40-Acre Spacing	\$2,752,480
Net <u>Loss</u> per Well	\$137,624
Net <u>Loss</u> for 80-Acre Spacing	\$ 502,480
Net <u>Loss</u> per Well	\$ 50,248
Net <u>Profit</u> for Dual Completion for 40-Acre Spacing	\$1,247,520
Net <u>Profit</u> per Well	\$ 62,376
Profit to Investment Ratio	2.50 to 1
Net <u>Profit</u> for Dual Completion for 80-Acre Spacing	\$1,497,520
Net <u>Profit</u> per Well	\$149,752
Profit to Investment Ratio	5.99 to 1

NMOCC Case No. 2119

Ohio Exhibit No. 10

Date _____

OHIO OIL COMPANY LEA UNIT FEDERAL WELL NO. 1

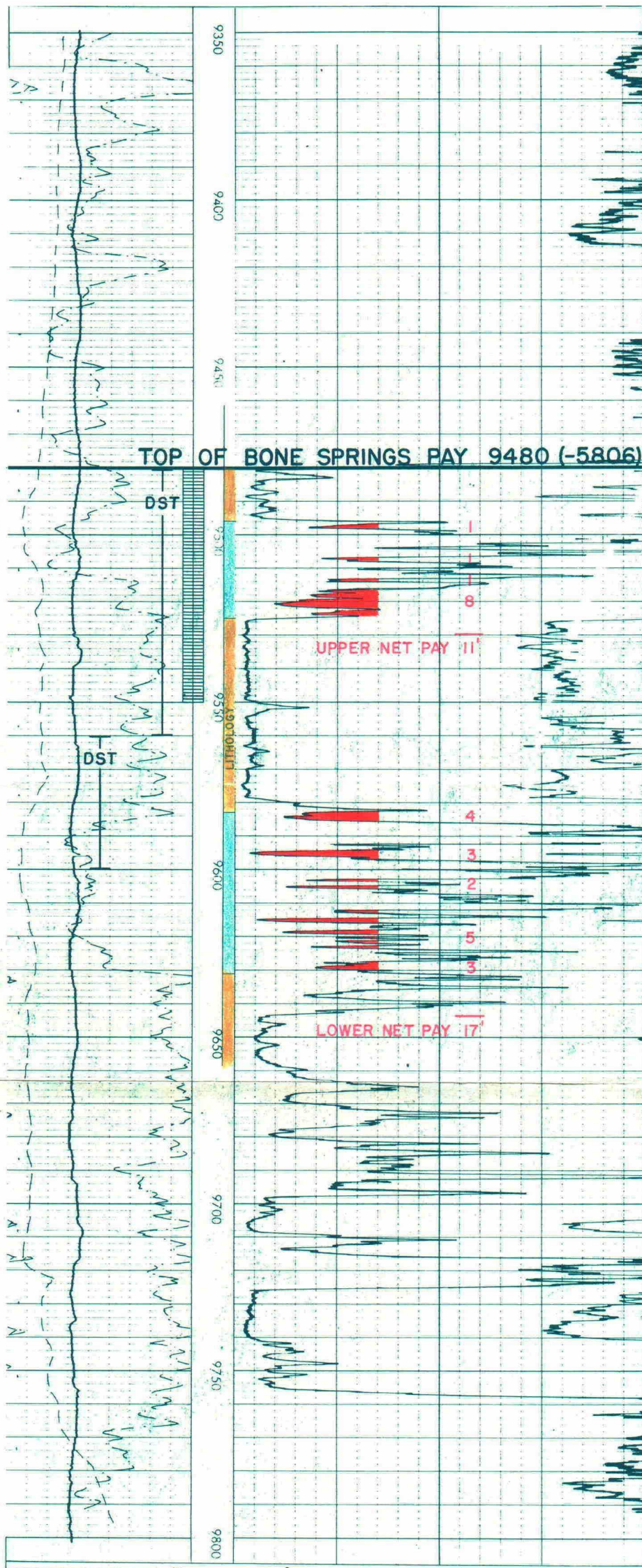
ELEV. 3674

NW/4 SW/4 SEC. 12, T-20-S, R-34-E

FORXO LOG OF BONE SPRINGS PAY

DST 9480-9560 Open 3 hrs. GTS
20 min. OTS 1-2/3 hrs. F est.
20 BO 1st hr. F to tank 22.88
BO in 1 hr. (549 BOPD). FTP
125#, GOR 2030, Gty 42.9°, 45
min ISIP 3980#, IFP 420#, FFP
1060#.

DST 9560-9600 Open 4 hrs. GTS
2 hrs. F 28.65 BO in 1-3/4
hrs. (391 BOPD). GOR 2006,
Gty 41.3°. FTP 1135-155. 1
hr ISIP 4060#, IFP 800#, Max
FP 1600#, FFP 900#, 30 min
FSIP 3800#.



NMOCC CASE NO. 2119

OHIO EXHIBIT NO. 7

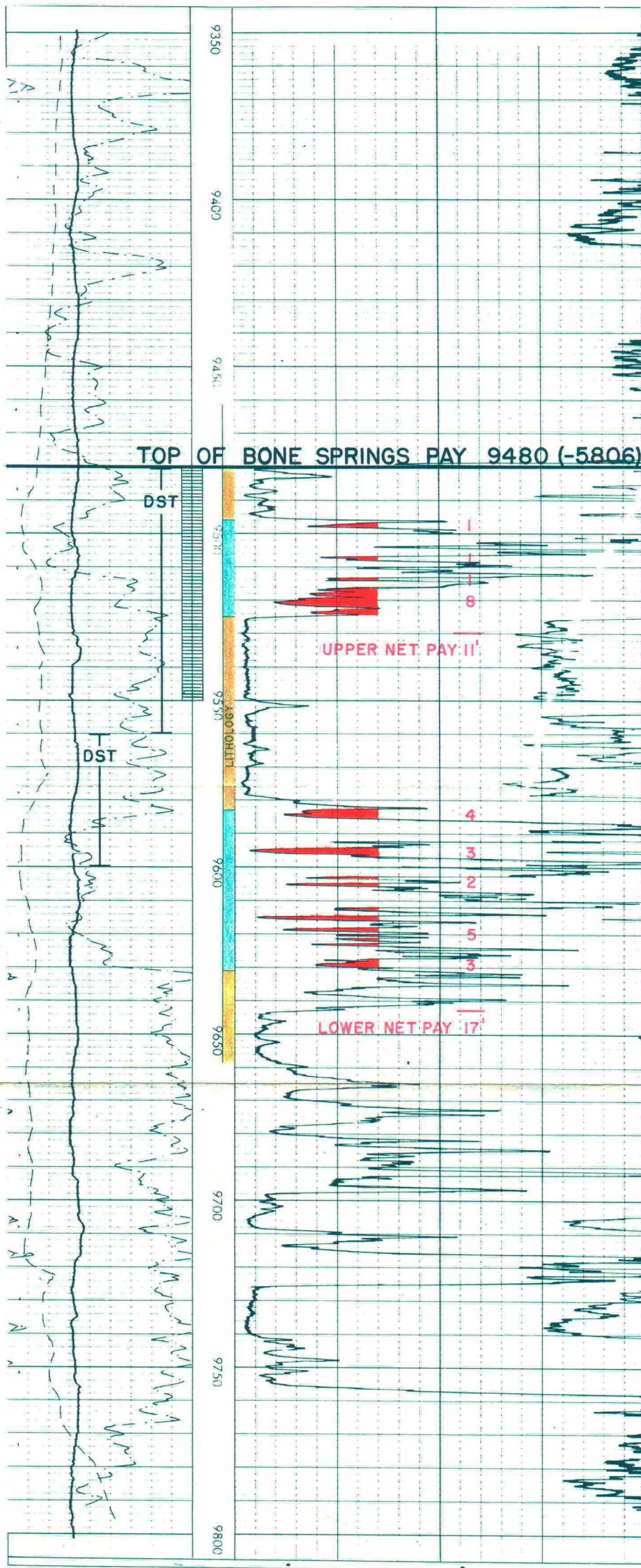
DATE. _____

OHIO OIL COMPANY LEA UNIT FEDERAL WELL NO. 1

ELEV. 3674

NW/4 SW/4 SEC. 12, T-20-S, R-34-E

FORXO LOG OF BONE SPRINGS PAY



DST 9480-9560 Open 3 hrs. GTS
20 min. GTS 1-2/3 hrs. F est
20 BO 1st hr. F to tank 22.88
BO in 1 hr. (549 BOPD). FTP
125#, GOR 2030, Gty 42.9°. 45
min ISIP 3980#, IFP 420#, FFP
1060#.

DST 9560-9600 Open 4 hrs. GTS
2 hrs. F 28.65 BO in 1-3/4
hrs. (391 BOPD). GOR 2006,
Gty 41.3°. FTP 1135-155. 1
hr ISIP 4060#, IFP 800#, Max
FP 1600#, FFP 900#, 30 min
FSIP 3800#.

LEA BONE SPRINGS POOL

PERTINENT DATA

1. Location of Field:

Approximately 14 miles west-southwest of Monument, New Mexico,
Section 12, T-20-S, R-34-E, Lea County

2. Completion Data Lea Unit Well No. 1:

a.	Formation	Bone Springs
b.	Top of Bone Springs	8183 (-4509)
c.	Top of Bone Springs Pay	9480 (-5806)
d.	Completion Date	10-9-60
e.	Perforated Interval	9480-9550
f.	Treatment	None
g.	Initial Potential Test	
	(1) Potential (BOPD)	214
	(2) Choke Size (in.)	1/2
	(3) GOR (CF/B)	1817
	(4) Casing Pressure (psig)	pk.
	(5) Tubing Pressure (psig)	100

3. Reservoir Fluid Characteristics:

a.	Saturation Pressure	Unknown
b.	Formation Volume Factor	1.95 est.
c.	Solution GOR (CF/B)	1817
d.	Oil Gravity ($^{\circ}$ API @ 60 $^{\circ}$ F)	42

4. Reservoir Characteristics:

	<u>Dolomite</u>	<u>Sand</u>
a.	Porosity (%)	3.05
b.	Permeability (md)	4.39
c.	Water Saturation (%)	30.0 est.
d.	Net Pay (ft.)	28
e.	Reservoir Temperature ($^{\circ}$ F)	142
f.	Original Reservoir Press. (psig)	3983 @ -5840
g.	Probable Reservoir Mechanism	Solution Gas

NMOCC Cas No. 2119

Ohio Exhibit No. 6

Date _____

RECOVERABLE OIL RESERVE

LEA BONE SPRINGS POOL

DOLOMITE INTERVAL:

Basic Data

Porosity	- 3.05% (core analysis #2 well)
Permeability	- 4.39 md (core analysis #2 well)
Net Pay	- 28 ft. (Log #1 well)
Water Saturation	- 30% (estimated)
Recovery Factor	- 20% (estimated)
Formation Volume Factor	- 1.95 (estimated)

Volumetric Calculation

7758 Bbl/Acre-foot x Porosity x (1-Water Saturation) x Net Pay x Recovery Factor
Formation Volume Factor

$$\frac{(7758)(0.0305)(0.70)(28)(0.20)}{1.95} = 476 \text{ bbl/acre}$$

SAND INTERVAL

Basic Data

Porosity	- 10.2% (core analysis #2 well)
Permeability	- 0.25 md (core analysis #2 well)
Net Pay	- 19 ft. (core analysis #2 well)
Water Saturation	- 30% (estimated)
Recovery Factor	- 10% (estimated)
Formation Volume Factor	- 1.95 (estimated)

Volumetric Calculations

7758 Bbl/Acre-foot x Porosity x (1-Water Saturation) x Net Pay x Recovery Factor
Formation Volume Factor

$$\frac{(7758)(0.102)(0.70)(19)(0.10)}{1.95} = 540 \text{ bbl/acre}$$

TOTAL BONE SPRINGS INTERVAL:

$$\text{Zone Total} = 476 + 540 = 1016 \text{ bbl/acre}$$

NMOCC Case No. 2119

Ohio Exhibit No. 9

Date _____

CORE ANALYSIS

LEA UNIT WELL NO. 2

BONE SPRINGS PAY

LOWER DOLOMITE INTERVAL 9607-9648

W/PERMEABILITY EQUAL TO OR GREATER THAN 0.1 MILLIDARCY

<u>Depth Interval</u>	<u>Footage</u>	<u>Permeability</u> <u>md.</u>	<u>Porosity</u> <u>%</u>
9607.6-09.1	1.5	1.0	2.8
09.1-10.8	1.7	0.2	1.4
13.7-15.6	1.9	1.8	2.4
15.6-17.0	1.4	10.0	2.7
17.0-18.0	1.0	0.2	2.9
21.0-22.5	1.5	23.0	5.9
22.5-23.7	1.2	6.6	3.1
23.7-25.2	1.5	2.8	2.3
25.2-26.5	1.3	2.3	3.3
28.0-29.5	1.5	2.1	6.1
32.3-34.0	1.7	6.1	2.4
34.0-36.0	2.0	0.7	2.0
44.5-45.5	<u>1.0</u>	<u>0.1</u>	<u>3.2</u>
Net Pay	19.2 ft.		
Weighted Average		4.39 md.	3.05%

CORE ANALYSIS

LEA UNIT WELL NO. 2

BONE SPRINGS PAY

LOWER SAND INTERVAL 9565-9607

W/PERMEABILITY EQUAL TO OR GREATER THAN 0.1 MILLIDARCY

<u>Depth Interval</u>	<u>Footage</u>	<u>Permeability md.</u>	<u>Porosity %</u>
9566.0-67.0	1.0	0.3	9.6
72.0-73.0	1.0	0.1	9.3
75.0-76.0	1.0	0.3	10.3
76.0-77.0	1.0	0.6	14.5
77.0-78.0	1.0	0.4	13.3
79.0-80.0	1.0	0.1	8.6
80.0-81.0	1.0	0.1	8.0
81.0-82.0	1.0	0.1	7.1
82.0-83.0	1.0	0.1	8.3
83.0-84.0	1.0	0.1	9.6
84.0-85.0	1.0	0.1	10.4
85.0-86.0	1.0	0.4	14.9
86.0-87.0	1.0	0.4	11.5
94.0-95.0	1.0	0.1	6.0
95.0-96.0	1.0	0.1	7.5
96.0-97.0	1.0	0.1	8.0
97.0-98.0	1.0	0.4	12.5
98.0-99.0	1.0	0.6	12.8
99.0-00.0	<u>1.0</u>	<u>0.4</u>	<u>10.8</u>
Net Pay	19.0 ft.		
Weighted Average		0.25 md.	10.2%

COMPARATIVE ECONOMICS
FOR DEVELOPMENT OF
LEA BONE SPRINGS POOL

40-ACRE SPACING VS. 80-ACRE SPACING

Minimum Area Expected to be Productive	800 Acres
Wells Required with 40 Acre Spacing	20 Wells
Wells Required with 80 Acre Spacing	10 Wells
Investment @ \$225,000 per well	
For 40 Acre Spacing (20 Wells)	\$4,500,000
For 80 Acre Spacing (10 Wells)	\$2,250,000
Investment for Dual Completion @ \$25,000 per Well	
For 40 Acre Spacing (20 Wells)	\$ 500,000
For 80 Acre Spacing (10 Wells)	\$ 250,000
Ultimate Reserves	
Oil	812,800 bbls.
Gas @ 2000 cu. ft. per bbl.	1,625,600 MCF
W.I. Net Operating Income Per Gross Bbl. of Oil	
Produced Including Income from Gas Produced With Oil	
Value	
Bbl. of oil	\$ 2.77
2000 cu. ft. of gas	0.20
Total Gross Value	\$ 2.97
Costs	
Severance & Advalorem Taxes	\$0.21
Royalty	0.37
Lifting Costs	0.24
	\$ 0.82
Net Operating Income per Gross Bbl.	\$ 2.15
W.I. Total Net Operating Income	
812,800 x \$2.15/bbl.	\$1,747,520
Net Loss for 40-Acre Spacing	\$2,752,480
Net Loss per Well	\$137,624
Net Loss for 80-Acre Spacing	\$ 502,480
Net Loss per Well	\$ 50,248
Net Profit for Dual Completion for 40-Acre Spacing	\$1,247,520
Net Profit per Well	\$ 62,376
Profit to Investment Ratio	2.50 to 1
Net Profit for Dual Completion for 80-Acre Spacing	\$1,497,520
Net Profit per Well	\$149,752
Profit to Investment Ratio	5.99 to 1

NMOCC Case No. 2119

Ohio Exhibit No. 10

Date _____

LEA BONE SPRINGS POOL

PERTINENT DATA

1. Location of Field:

Approximately 14 miles west-southwest of Monument, New Mexico,
Section 12, T-20-S, R-34-E, Lea County

2. Completion Data Lea Unit Well No. 1:

a.	Formation	Bone Springs
b.	Top of Bone Springs	8183 (-4509)
c.	Top of Bone Springs Pay	9480 (-5806)
d.	Completion Date	10-9-60
e.	Perforated Interval	9480-9550
f.	Treatment	None
g.	Initial Potential Test	
	(1) Potential (BOPD)	214
	(2) Choke Size (in.)	1/2
	(3) GOR (CF/B)	1817
	(4) Casing Pressure (psig)	pk.
	(5) Tubing Pressure (psig)	100

3. Reservoir Fluid Characteristics:

a.	Saturation Pressure	Unknown
b.	Formation Volume Factor	1.95 est.
c.	Solution GOR (CF/B)	1817
d.	Oil Gravity ($^{\circ}$ API @ 60 $^{\circ}$ F)	42

4. Reservoir Characteristics:

	<u>Dolomite</u>	<u>Sand</u>	
a.	Porosity (%)	3.05	10.2
b.	Permeability (md)	4.39	0.25
c.	Water Saturation (%)	30.0 est.	30.0 est.
d.	Net Pay (ft.)	28	19
e.	Reservoir Temperature ($^{\circ}$ F)	142	
f.	Original Reservoir Press. (psig)	3983 @ -5840	
g.	Probable Reservoir Mechanism	Solution Gas	

NMOCC Cas No. 2119

Ohio Exhibit No. 6

Date _____

BEFORE THE
OIL CONS. V. M. COMMISSION
SANTA FE, N.M.
CASE 2119

11-16-60

LARGE FORMAT
EXHIBIT HAS
BEEN REMOVED
AND IS LOCATED
IN THE NEXT FILE

RECOVERABLE OIL RESERVES

LEA BONE SPRINGS POOL

Basic Data

Porosity	=	3.34% (Core Analysis #2 & #4)
Net Pay	=	16 feet (6 well average)
Water Saturation	=	30% (estimated)
Recovery Factor	=	25% (estimated)
Formation Volume Factor	=	1.50 (estimated)

Volumetric Calculations

$$\frac{7758 \text{ Bbl/acre-ft.} \times \text{Porosity} \times (1 - \text{Water Saturation}) \times \text{Net Pay} \times \text{Recovery Factor}}{\text{Formation Volume Factor}}$$

$$\frac{(7758)(1)(16)(0.0334)(.70)(.25)}{1.50} = 483 \text{ bbl/acre}$$

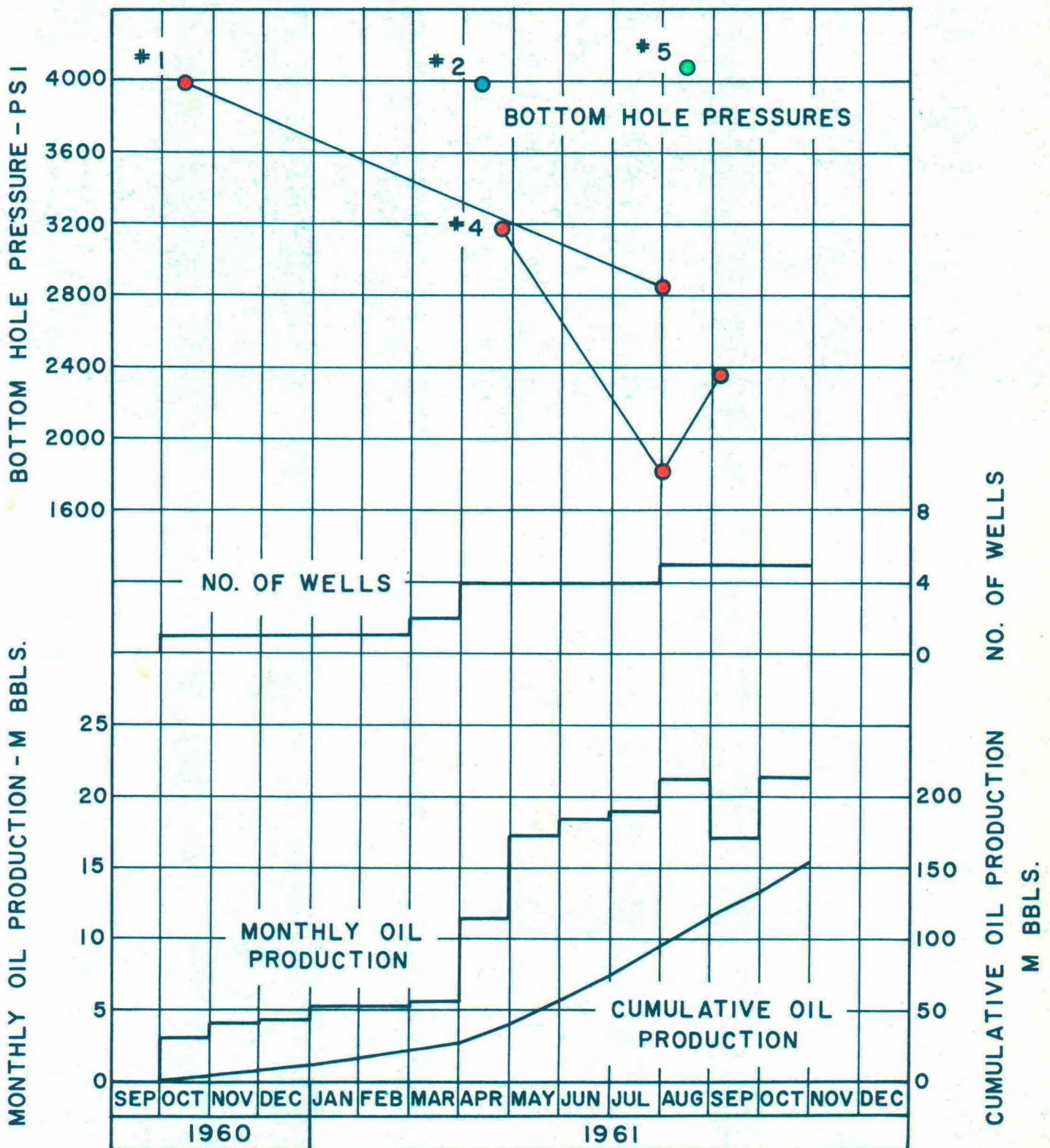
NMOCC Case No. 2119
Ohio Exhibit No. 5
Date 12-13-61

COMPARATIVE ECONOMICS
FOR DEVELOPMENT OF
LEA BONE SPRINGS POOL

40-ACRE SPACING VS. 80-ACRE SPACING

Proposed Participating Area		2280 Acres
Wells Required with 40-Acre Spacing		57 Wells
Wells Required with 80-Acre Spacing		29 Wells
<u>Investment @ \$225,000 per Well</u>		
For 40-Acre Spacing (57 Wells)		\$12,825,000
For 80-Acre Spacing (29 Wells)		\$ 6,525,000
<u>Investment for Dual Completion @ \$25,000 per Well</u>		
For 40-Acre Spacing (57 Wells)		\$ 1,425,000
For 80-Acre Spacing (29 Wells)		\$ 725,000
<u>Ultimate Reserves</u>		
Oil		1,101,000 bbls.
Gas @ 2000 cu. ft. per bbl.		2,202,000 MCF
<u>W.I. Net Operating Income per Gross Bbl. of Oil</u>		
<u>Produced Including Income from Gas Produced with Oil</u>		
<u>Value</u>		
Bbl. of oil		\$2.81
2000 cu. ft. of gas		0.20
Total Gross Value		<u>\$3.01</u>
<u>Costs</u>		
Severance & Ad valorem Taxes	\$0.21	
Royalty	0.38	
Lifting Costs	<u>0.24</u>	
		<u>\$0.83</u>
Net Operating Income per Gross Bbl.		\$2.18
<u>W.I. Total Net Operating Income</u>		
1,101,000 bbls. x \$2.18/bbl.		\$2,400,000
Net <u>Loss</u> for 40-Acre Spacing		<u>\$10,425,000</u>
Net <u>Loss</u> per Well	<u>\$182,895</u>	
Net <u>Loss</u> for 80-Acre Spacing		<u>\$4,125,000</u>
Net <u>Loss</u> per Well	<u>\$142,241</u>	
Net <u>Profit</u> for Dual Completion for 40-Acre		\$975,000
Net <u>Profit</u> per Well	\$17,105	
Profit to Investment Ratio		0.68 to 1
Net <u>Profit</u> for Dual Completion for 80-Acre		\$1,675,000
Net <u>Profit</u> per Well	\$57,759	
Profit to Investment Ratio		2.31 to 1
NMOCC Case No. <u>2119</u>		
Ohio Exhibit No. <u>6</u>		
Date <u>12-13-61</u>		

PRODUCTION HISTORY GRAPH
LEA BONE SPRINGS POOL
LEA COUNTY, NEW MEXICO



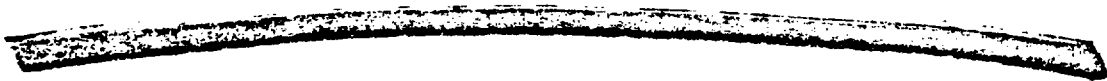
NMOCC CASE NO. 2119

OHIO EXHIBIT NO. 3

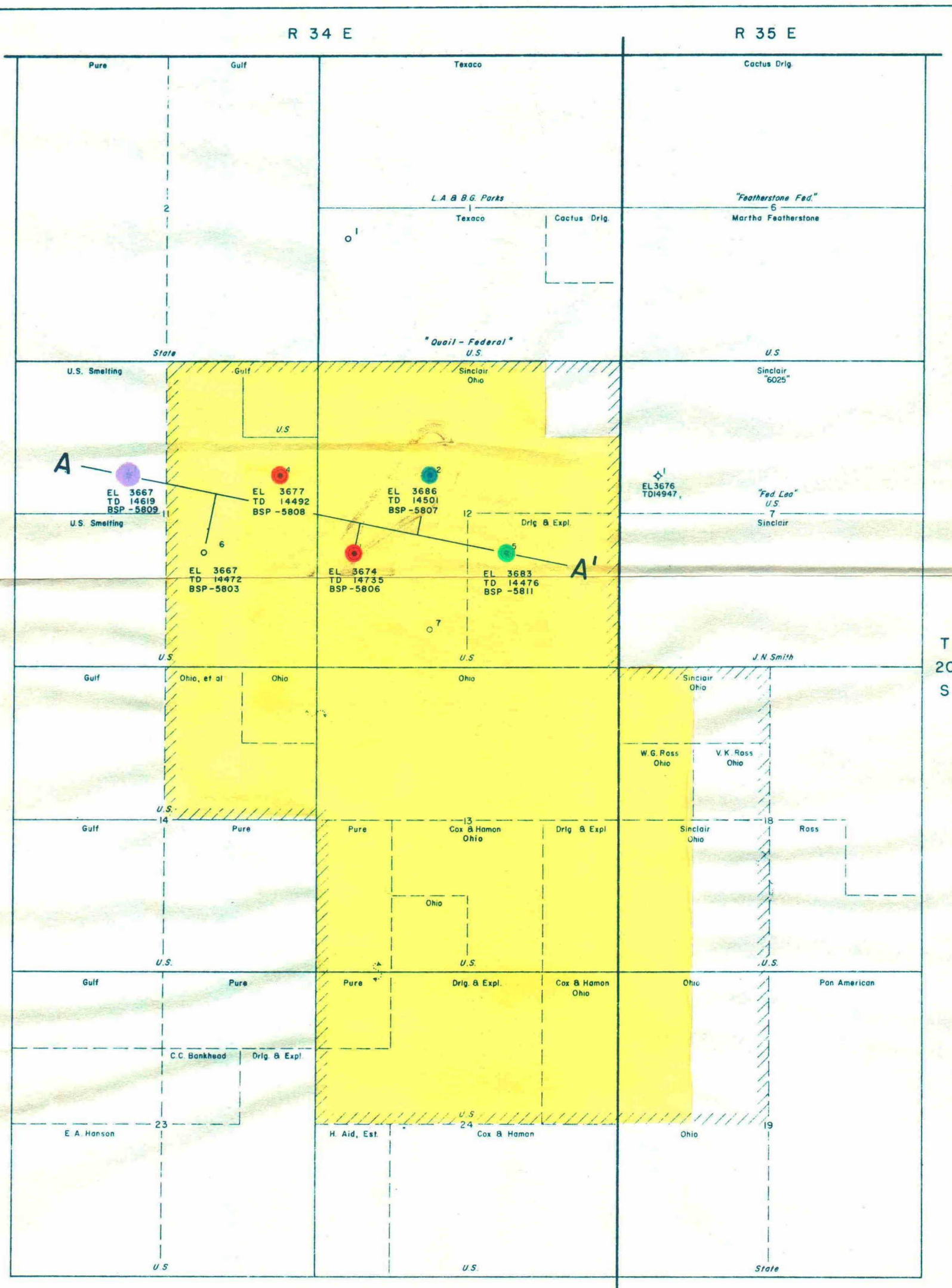
DATE. 12-13-61

Case No.

2119



Large Exhibits



LEGEND

- BOUNDARY OF LEA UNIT
- DUAL - BONE SPRINGS & DEVONIAN
- DUAL - BONE SPRINGS & PENN. (GAS)
- PROPOSED PARTICIPATING AREA



LEA BONE SPRINGS POOL LEA UNIT AREA LEA COUNTY, NEW MEXICO



THE OHIO OIL COMPANY — HOUSTON, TEXAS

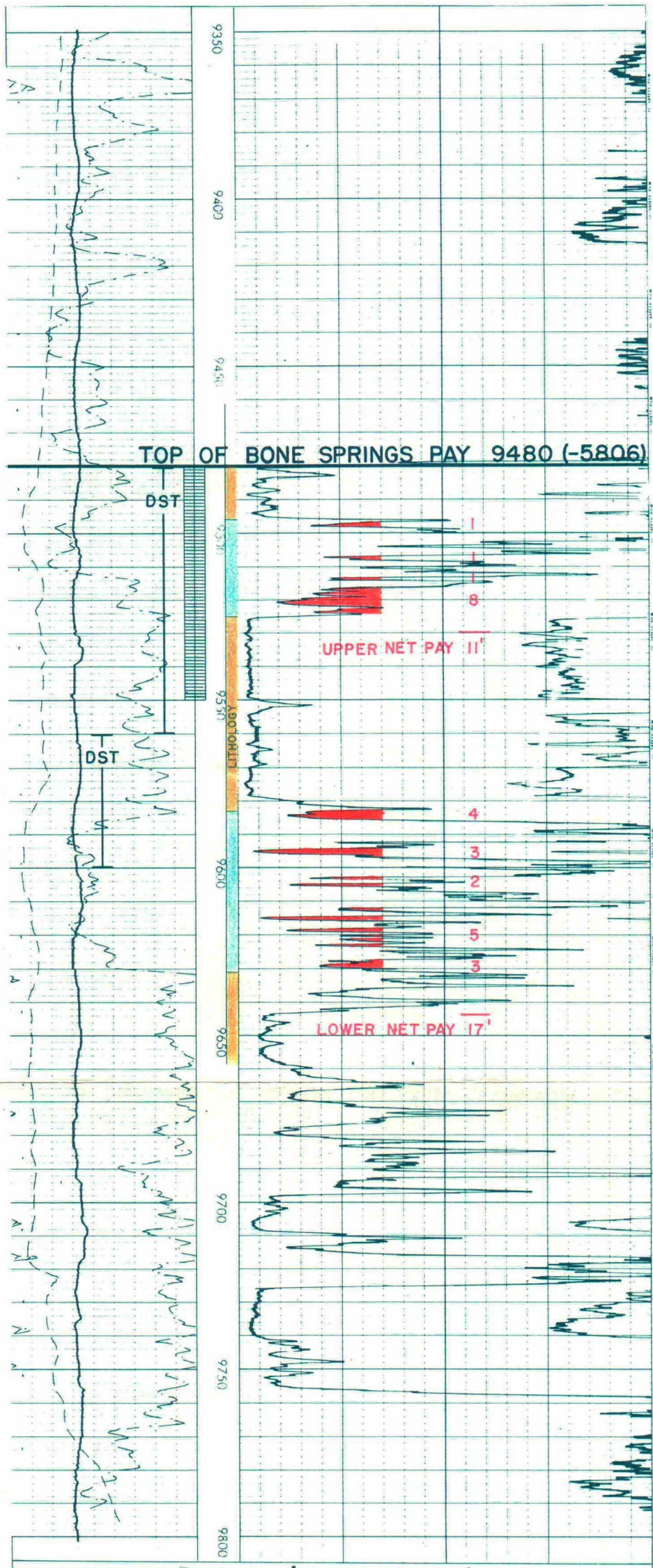
NMOCC CASE NO. 2119
OHIO EXHIBIT NO. 1
DATE 12-13-61

OHIO OIL COMPANY LEA UNIT FEDERAL WELL NO. 1

ELEV. 3674

NW/4 SW/4 SEC. 12, T-20-S, R-34-E

FORXO LOG OF BONE SPRINGS PAY



DST 9480-9560 Open 3 hrs. GTS 20 min. OTS 1-2/3 hrs. F est 20 BO 1st hr. F to tank 22.88 BO in 1 hr. (549 BOPD). FTP 125#, GOR 2030, Gty 42.90, 45 min ISIP 3980#, IFP 420#, FFP 1060#.

DST 9560-9600 Open 4 hrs. GTS 2 hrs. F 28.65 BO in 1-3/4 hrs. (391 BOPD). GOR 2006, Gty 41.30, FTP 1135-155. 1 hr ISIP 4060#, IFP 800#, Max FP 1600#, FFP 900#, 30 min PSIP 3800#.

BEFORE THE
OIL CONSERVATION COMMISSION
SANTA FE, NEW MEXICO
CASE 2119
OCC CASE NO. 2119
OHIO EXHIBIT NO. 7
DATE 11-16-60

COMPARATIVE ECONOMICS
FOR DEVELOPMENT OF
LEA BONE SPRINGS POOL

40-ACRE SPACING VS. 80-ACRE SPACING

Minimum Area Expected to be Productive	800 Acres
Wells Required with 40 Acre Spacing	20 Wells
Wells Required with 80 Acre Spacing	10 Wells
Investment @ \$225,000 per well	
For 40 Acre Spacing (20 Wells)	\$4,500,000
For 80 Acre Spacing (10 Wells)	\$2,250,000
Investment for Dual Completion @ \$25,000 per Well	
For 40 Acre Spacing (20 Wells)	\$ 500,000
For 80 Acre Spacing (10 Wells)	\$ 250,000
Ultimate Reserves	
Oil	812,800 bbls.
Gas @ 2000 cu. ft. per bbl.	1,625,600 MCF
W.I. Net Operating Income Per Gross Bbl. of Oil	
Produced Including Income from Gas Produced With Oil	
Value	
Bbl. of oil	\$ 2.77
2000 cu. ft. of gas	0.20
Total Gross Value	\$ 2.97
Costs	
Severance & Advalorem Taxes	\$0.21
Royalty	0.37
Lifting Costs	0.24
	\$ 0.82
Net Operating Income per Gross Bbl.	\$ 2.15
W.I. Total Net Operating Income	
812,800 x \$2.15/bbl.	\$1,747,520
Net Loss for 40-Acre Spacing	\$2,752,480
Net Loss per Well	\$137,624
Net Loss for 80-Acre Spacing	\$ 502,480
Net Loss per Well	\$ 50,248
Net Profit for Dual Completion for 40-Acre Spacing	\$1,247,520
Net Profit per Well	\$ 62,376
Profit to Investment Ratio	2.50 to 1
Net Profit for Dual Completion for 80-Acre Spacing	\$1,497,520
Net Profit per Well	\$149,752
Profit to Investment Ratio	5.99 to 1

NMOCC Case No. 2119

Ohio Exhibit No. 10

Date 1/16/66

BEFORE THE
OIL CONS. V.
SANTA FE, et al.
CASE 2119

RECOVERABLE OIL RESERVE

LEA BONE SPRINGS POOL

DOLOMITE INTERVAL:

Basic Data

Porosity	- 3.05% (core analysis #2 well)
Permeability	- 4.39 md (core analysis #2 well)
Net Pay	- 28 ft. (Log #1 well)
Water Saturation	- 30% (estimated)
Recovery Factor	- 20% (estimated)
Formation Volume Factor	- 1.95 (estimated)

Volumetric Calculation

7758 Bbl/Acre-foot x Porosity x (1-Water Saturation) x Net Pay x Recovery Factor
Formation Volume Factor

$$\frac{(7758)(0.0305)(0.70)(28)(0.20)}{1.95} = 476 \text{ bbl/acre}$$

SAND INTERVAL

Basic Data

Porosity	- 10.2% (core analysis #2 well)
Permeability	- 0.25 md (core analysis #2 well)
Net Pay	- 19 ft. (core analysis #2 well)
Water Saturation	- 30% (estimated)
Recovery Factor	- 10% (estimated)
Formation Volume Factor	- 1.95 (estimated)

Volumetric Calculations

7758 Bbl/Acre-foot x Porosity x (1-Water Saturation) x Net Pay x Recovery Factor
Formation Volume Factor

$$\frac{(7758)(0.102)(0.70)(19)(0.10)}{1.95} = 540 \text{ bbl/acre}$$

TOTAL BONE SPRINGS INTERVAL:

$$\text{Zone Total} = 476 + 540 = 1016 \text{ bbl/acre}$$

NMOCC Case No. 2119

Ohio Exhibit No. 9

Date 11-16-60

BEFORE THE
OIL CONS. & DEV. COMMISSION
SANTA FE, NEW MEXICO
John EXHIBIT No. 9
CASE 2119

CORE ANALYSIS

LEA UNIT WELL NO. 2

BONE SPRINGS PAY

LOWER SAND INTERVAL 9565-9607

W/PERMEABILITY EQUAL TO OR GREATER THAN 0.1 MILLIDARCY

<u>Depth Interval</u>	<u>Footage</u>	<u>Permeability md.</u>	<u>Porosity %</u>
9566.0-67.0	1.0	0.3	9.6
72.0-73.0	1.0	0.1	9.3
75.0-76.0	1.0	0.3	10.3
76.0-77.0	1.0	0.6	14.5
77.0-78.0	1.0	0.4	13.3
79.0-80.0	1.0	0.1	8.6
80.0-81.0	1.0	0.1	8.0
81.0-82.0	1.0	0.1	7.1
82.0-83.0	1.0	0.1	8.3
83.0-84.0	1.0	0.1	9.6
84.0-85.0	1.0	0.1	10.4
85.0-86.0	1.0	0.4	14.9
86.0-87.0	1.0	0.4	11.5
94.0-95.0	1.0	0.1	6.0
95.0-96.0	1.0	0.1	7.5
96.0-97.0	1.0	0.1	8.0
97.0-98.0	1.0	0.4	12.5
98.0-99.0	1.0	0.6	12.8
99.0-00.0	<u>1.0</u>	<u>0.4</u>	<u>10.8</u>

Net Pay 19.0 ft.

Weighted Average 0.25 md. 10.2%

CORE ANALYSIS

LEA UNIT WELL NO. 2

BONE SPRINGS PAY

LOWER DOLOMITE INTERVAL 9607-9648

W/PERMEABILITY EQUAL TO OR GREATER THAN 0.1 MILLIDARCY

<u>Depth Interval</u>	<u>Footage</u>	<u>Permeability</u> <u>md.</u>	<u>Porosity</u> <u>%</u>
9607.6-09.1	1.5	1.0	2.8
09.1-10.8	1.7	0.2	1.4
13.7-15.6	1.9	1.8	2.4
15.6-17.0	1.4	10.0	2.7
17.0-18.0	1.0	0.2	2.9
21.0-22.5	1.5	23.0	5.9
22.5-23.7	1.2	6.6	3.1
23.7-25.2	1.5	2.8	2.3
25.2-26.5	1.3	2.3	3.3
28.0-29.5	1.5	2.1	6.1
32.3-34.0	1.7	6.1	2.4
34.0-36.0	2.0	0.7	2.0
44.5-45.5	<u>1.0</u>	<u>0.1</u>	<u>3.2</u>
Net Pay	19.2 ft.		
Weighted Average		4.39 md.	3.05%

RECOVERABLE OIL RESERVES

LEA BONE SPRINGS POOL

Basic Data

Porosity	=	3.34% (Core Analysis #2 & #4)
Net Pay	=	16 feet (6 well average)
Water Saturation	=	30% (estimated)
Recovery Factor	=	25% (estimated)
Formation Volume Factor	=	1.50 (estimated)

Volumetric Calculations

7758 Bbl/acre-ft. x Porosity x (1-Water Saturation) x Net Pay x Recovery Factor
Formation Volume Factor

$$\frac{(7758)(1)(16)(0.0334)(.70)(.25)}{1.50} = 483 \text{ bbl/acre}$$

NMOCC Case No. 2119
Ohio Exhibit No. 5
Date 12-13-61

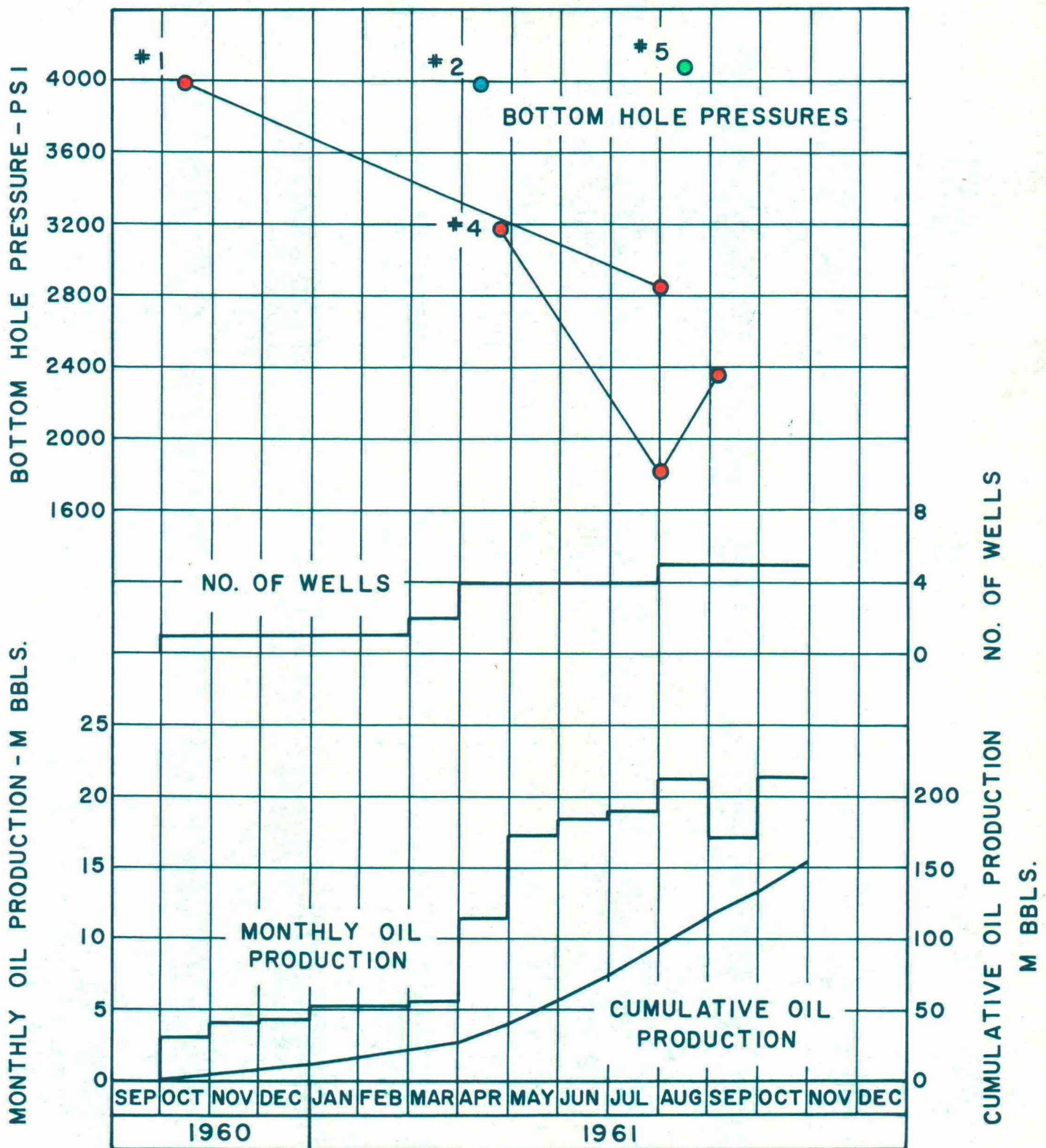
483
80
38,640

LARGE FORMAT
EXHIBIT HAS
BEEN REMOVED
AND IS LOCATED
IN THE NEXT FILE

LARGE FORMAT
EXHIBIT HAS
BEEN REMOVED
AND IS LOCATED
IN THE NEXT FILE

LARGE FORMAT
EXHIBIT HAS
BEEN REMOVED
AND IS LOCATED
IN THE NEXT FILE

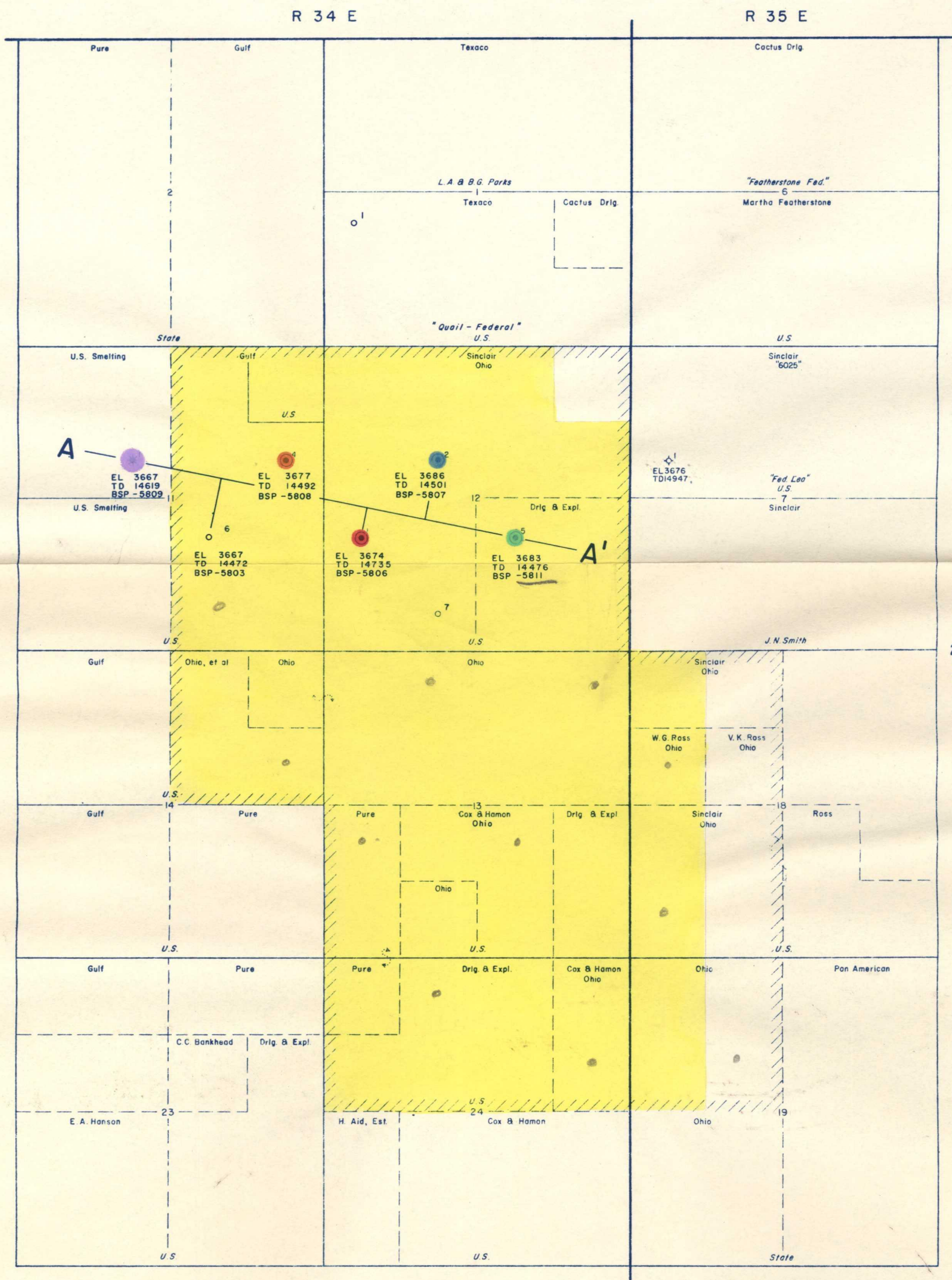
PRODUCTION HISTORY GRAPH
LEA BONE SPRINGS POOL
LEA COUNTY, NEW MEXICO



NMOCC CASE NO. 2119

OHIO EXHIBIT NO. 3

DATE. 12-13-61



LEGEND

- ////// BOUNDARY OF LEA UNIT
- DUAL - BONE SPRINGS & DEVONIAN
- * DUAL - BONE SPRINGS & PENN. (GAS)
- PROPOSED PARTICIPATING AREA

LEA BONE SPRINGS POOL LEA UNIT AREA LEA COUNTY, NEW MEXICO



THE OHIO OIL COMPANY — HOUSTON, TEXAS

NMOCC CASE NO. 2119
OHIO EXHIBIT NO. 1
DATE 12-13-61

RBB