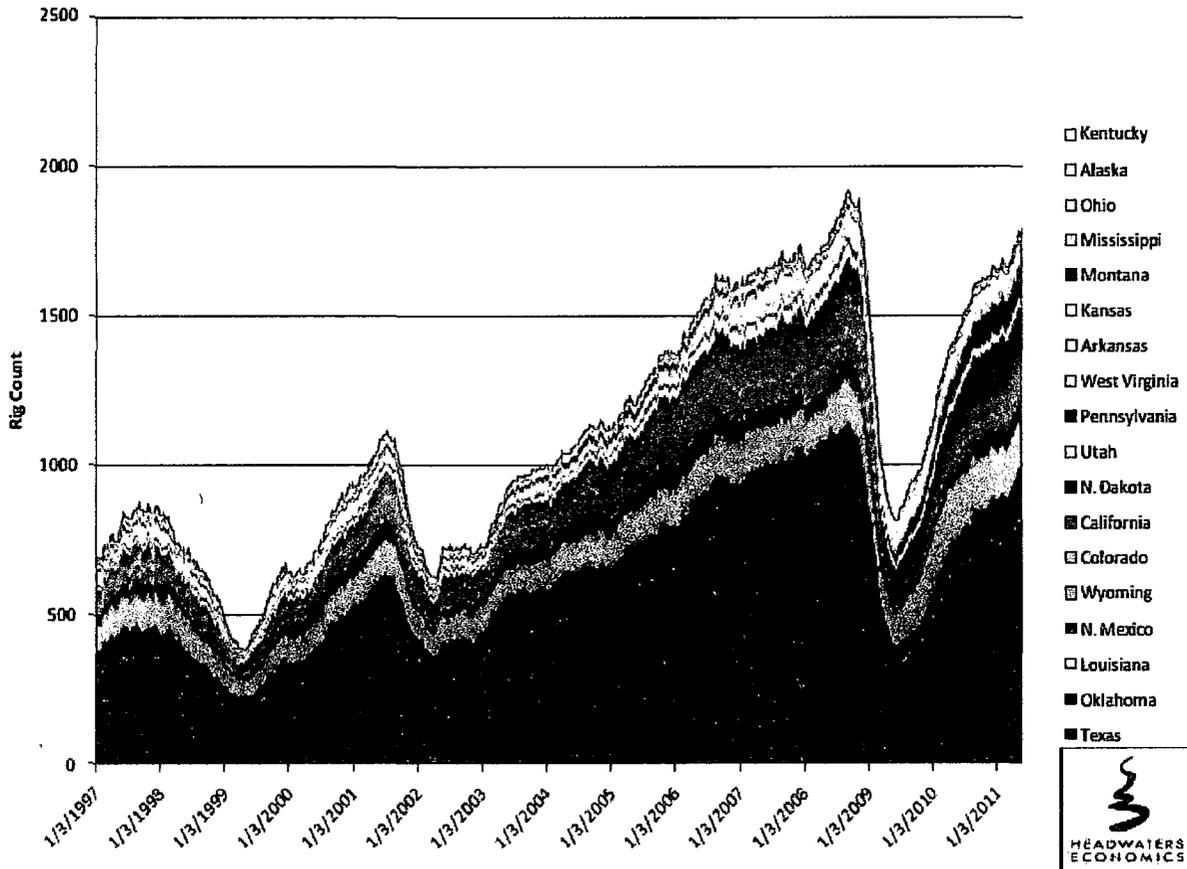


Chart 2: U.S. Land Rig Count by State
 Top 18 States by Rig Activity, Weekly (1/3/1997-5/27/2011)



Source: Rig Counts: Baker Hughes. The 18 states shown here were selected based on having an average weekly drilling rate greater than 5 for the period 1/3/1997 to 5/27/2011. They are displayed on the chart in order, with Texas having the greatest average weekly drilling rate and Kentucky the lowest for the period noted.



Economics in Rule-Making for Drilling Pits

1. Rig counts in 18 states for 14 years - discuss chart and history
2. Companies knew 10-year history at time of 2007 hearings
3. Witnesses obligated to tell whole truth about known history
4. Economics is key in rule-making and regulatory campaigns
5. Table of economic numbers exists for every well drilled
6. Dollars for disposal are income, profit, wages in NM companies
7. Economic data in context are vital for sound rule-making