

Koch Exploration Company, LLC

Infill Drilling Economics

- Gas Price
 - Average 2007 NYMEX Strip Price as of 01/12/07 = \$7.18/MMBTU
 - San Juan Basin 2007 Basis Differential (estimate) = (\$1.00/MMBTU)
 - Net San Juan Basin Index Price = \$6.18/MMBTU
 - Net Index Price after BTU Adj. (815 MMBTU/MCF) = \$5.04/MCF
 - Gathering Fee = \$0.50/MCF
 - Net Price After Adjustments = \$4.54/MCF

- Gross Revenue for Incremental Reserves (491MMCF - 1,373 MMCF)
 - \$2,229K to \$6,233K

- Less Royalty @ 18% (Before Gathering Fee)
 - (\$445K) to (\$1,246K)

- Less Production and Ad Valorem Taxes @ 10% (After Royalty)
 - (\$178K) to (\$499K)

- Less Operating Cost @ \$0.75/MCF
 - (\$368K) to (\$1,030K)

- Less Drilling, Completion & Equipment Cost @ \$600K
 - (\$600K)

- Net Revenue Per Location
 - \$638K to \$2,858K

- Combined Net Revenue (All Three Locations)
 - \$1,914K to \$8,575K

NMOCD CASE NO. 13841
JANUARY 18, 2007
KEC, LLC
EXHIBIT NO. 18