DAVIS N LEASE RESERVES TABLE

	RESERVES	% OF OOIP
CUMULATIVE PRODUCTION @ 9/07	257 MBO 354 MMCF	9.9
REMAINING PRIMARY RESERVES	3 MBO 8 MMCF	0.1
TOTAL PRIMARY RESERVES	260 MBO 362 MMCF	10.0
INCREMENTAL WATERFLOOD RESERVES (PUD) #1 CONVERSION ONLY	57 MBO 64 MMCF	2.2
TOTAL REMAINING RESERVES PRIMARY + WATERFLOOD	60 MBO 72 MMCF	2.3
ULTIMATE RECOVERY	317 MBO 434 MMCF	12.2

OOIP=2588 MBO FOR ENTIRE LEASE S/P RATIO=.33 FOR DAVIS N #1 AREA

Oil Conservation Division Case No. ______
Exhibit No. _____