

Economic Discussion

Based on the costs and risks presented on Exhibit #5, Exxon cannot economically justify an attempt to repair the channel and return the Strawn to production. The reserve estimate used in these economics was 0.3 BCFG. This reserve estimate was based on several equivalent Strawn completions in the area.

If downhole commingling is not approved, Exxon plans to squeeze the current Strawn perforations, without attempting to restore the Strawn to production, and recomplete into the Upper Penn interval. Downhole commingling is being requested to prevent the waste of an estimated 0.3 BCFG of Strawn reserves.

EXXON

EXHIBIT NO. 15
DOCKET NO. 8858, 8842
HEARING DATE 3-19-86