Beaufort Sea Play 10: Brookian Faulted Western Turbidites

Geological Assessment:

<u>GRASP UAI</u>: AAAAABAQ <u>Play Area</u>: 3,814 square miles <u>Play Water Depth Range</u>: 100 – 1600 feet <u>Play Depth Range</u>: 3000 – 23000 feet <u>Play Exploration Chance</u>: 0.324

Play 10, Brookian Faulted Western Turbidite, Beaufort Sea OCS Planning Area, 2006 Assessment, Undiscovered Technically-Recoverable Oil & Gas												
	nt Results as o	f November 2	005									
Resource Commodity	Resources *											
(Units)	F95	Mean	F05									
BOE (Mmboe)	0	232	815									
Total Gas (Tcfg)	0.000	0.967	3.457									
Total Liquids (Mmbo)	0	60	200									
Free Gas** (Tcfg)	0.000	0.955	3.415									
Solution Gas (Tcfg)	0.000	0.000 0.012										
Oil (Mmbo)	0	17	48									
Condensate (Mmbc)	0	42	151									
* Risked, Technically												
** Free Gas Includes F95 = 95% chance th given quantity	at resources w	ill equal or ex	ceed the									
F05 = 5% chance tha quantity	t resources wil	l equal or exc	eed the given									
BOE = total hydrocan equivalent, where 1 b gas	0,											
Mmb = millions of bar Tcf = trillions of cubic												

Table 1

Play 10, the "Brookian Faulted Western Turbidite" play, contains less than 2% of the Beaufort Sea Province resource endowment (232 Mmbo mean BOE). The overall assessment results for play 10 are shown in Table 1. Seventy-four percent of the endowment is from natural gas. Table 5 reports the detailed assessment results by commodity for play 10.

Table 3 summarizes the volumetric input data developed for the GRASP computer model of Beaufort Sea play 10. Table 4 reports the risk model used for play 10. The location of play 10 is shown in figure 1.

Play 10 includes the Cretaceous prodelta facies of the Brookian deltas—the Torok Formation and lower Colville Group. Expected reservoirs include lowstand wedge sandstones or submarine fan turbidite sandstones. Sandstone sequences may thicken abruptly in down-thrown blocks along the hinge line fault zone. Sandstones are likely to offer only poor reservoir quality due to the fine-grained and mud-rich nature of the sediments fed to the shelf break by the Nanushuk delta system. Shales in the Torok Formation and Colville Group are primarily gas sources due to kerogen content and because many thousands of feet of the shales have passed through the oil window and into the gas window. Traps in the play are expected to be primarily stratigraphically controlled. There is also potential for fault traps against hinge-line listric growth faults. No prospects have been tested in the play area.

The primary risk factor in this play is the presence of a quality reservoir. Presence of seal and adequate source are also risk factors.

A maximum of 15 hypothetical pools is forecast by the aggregation of the risk model and the prospect numbers model for play 10. These pools range in mean conditional (unrisked) recoverable volumes from 2.5 Mmboe (pool rank 15) to 205 Mmboe (pool rank 1). Pool rank 1 ranges in possible conditional recoverable volumes from 17 Mmboe (F95) to 676 Mmboe (F05). Table 2 shows the conditional sizes of the 10 largest pools in play 10.

Play 10, Brook Beaufort Sea OC Conditional E	S Planning A	rea, 2006 A	ssessment,
Assessme	nt Results as o	f November 2	005
Pool Rank	во	E Resource	es *
PUUI Kalik	F95	Mean	F05
1	17	205	676
2	6	60	189
3	3	30	87
4	1.87	19	53
5	1.27	13	37
6	0.97	10	28
7	0.77	8	22
8	0.64	7	18
9	0.55	6	15
10	0.47	5	13
* Conditional, Techni Energy-Equivalent (N F95 = 95% chance the given quantity F05 = 5% chance the quantity BOE = total hydrocar equivalent, where 1 to gas	Imboe), from "I nat resources w at resources wil bon energy, ex	PSRK.out" file vill equal or ex I equal or exc pressed in ba	ceed the eed the given rrels-of-oil-

Table 2

Table 6 reports statistics for the simulation pools developed in the GRASP computer model for play 10. In the computer simulation for the play, a total of 36,247 "simulation pools" were sampled for size. These simulation pools can be grouped according to the USGS size class system in which sizes double with each successive class. Pool size class 10 contains the largest share (7,329 or 20%) of simulation pools (conditional, technically recoverable BOE resources) for play 10. Pool size class 10 ranges from 16 to 32 Mmboe. The largest pool among the 36,247 simulation pools falls within pool size class 18, which ranges in size from 4,096 to 8,192 Mmboe.

GRASP Play Data Form (I	Minerals	s Manag	-	Servio		_	l Office)							
<u>Basin</u> : Beaufort <u>Play Number</u> : 10 <u>Play UAI Number</u> : AAAAABAQ			Assessor: Johnson/Scherr Date: Play Name: Brookian Faulted Western Turbidite Date:						<u>Date</u> :	10/14/2005					
<u>Play Area</u> : mi ² (million acres) <u>Reservoir Thermal Maturity</u> : % Ro	3814 (2441	1.2)		<u>Play Depth Range</u> : feet Expected Oil Gravity: ^O API					12,000	23000					
					Play Wate	r Depth Range: fe	et	100	500	1600					
POOLS Module (Volumes	POOLS Module (Volumes of Pools, Acre-Feet)														
Fractile	F100	F95	F90	F75	F50	Mean/Std. Dev.	F25	F15	F10	F05	F02	F01	F00		
Prospect Area (acres)-Model Input	163	1099		2683	4990		9280			22655		42404	60000		
Prospect Area (acres)-Model Output															
Fill Fraction (Fraction of Area Filled)	0.1	0.14		0.29	0.5		0.76			0.95		0.99			
Productive Area of Pool (acres)	21	341	525	1073			5160	7688	10384	15207			58902		
Pay Thickness (feet)	7.0	21.9		36.9	1	04 400/00 400	76.2	92.6	105.6	128.4	160.0	185.3	392.0		
MPRO Module (Numbers of			-	-				-							
Play Level Chance	0.8		Prospect L	evel Chan	ice	0.405			Exploratio	n Chance		0.324			
			1												
Risk Mode		Chance			Petr	roleum System Fac			Prospect	Chance					
	0).8				Adequate Source Adequate Seal									
					Dreed		0.9								
					Flese	ence of Reservoir F	acies			0.4	5				
Fractile	F99	F95	F90	F75	F50	Mean/Std. Dev.	F25	F15	F10	F05	F02	F01	F00		
Numbers of Prospects in Play	6.00	7.05	7.70	8.90	10.40	11.19/2.53	12.15	13.35	14.10	15.30	16.80	17.90	18.00		
Numbers of Pools in Play			0@F79.52	2	4	3.63/ 2.51	5	6	7	8	9	9	15		
Minimum Number of Pools	0		Mean	Number of	f Pools	3.63		Maxim	um Number	of Pools	15				
POOLS/PSRK/PSUM Mod	ules (Pla	ay Resc	ources)		T										
Fractile	F100	F95	F90	F75	F50	Mean/Std. Dev.	F25	F15	F10	F05	F02	F01	F00		
Oil Recovery Factor (bbl/acre-foot)	42.0	97.5	113.0	144.5	190.0		249.8	289.2	319.5	370.2	436.9	488.0	858.0		
Gas Recovery Factor (Mcfg/acre-foot)	128.0	363.5	436.2	591.6	830.0		1164.4	1396.4	1579.2	1895.1	2326.8	2668.0	5368.0		
Gas Oil Ratio (Sol'n Gas)(cf/bbl)	68	229		404			891	1102	1272	1574	2000	2347	5309		
Condensate Yield ((bbl/Mmcfg)	7.60	19.21	22.58	29.61	40.00	44.286/21.197	54.04	63.51	70.85	83.31	99.98	112.90	210.20		
Pool Size Distribution Statistics from POC	DLS (1,000 B	OE):	μ (mu)= 10	.0535854	σ^2 (sigma	squared)= 2.06969	277		Random N	umber Gene	rator Seed=	495401			
BOE Conversion Factor (cf/bbl)	5620		Probability	/ Any Pool	Contains I	Both Oil and Free	Gas (Gas C	ap)		0.1					
Probability Any Pool is 100% Oil	0	1	Fraction o	f Pool Volu	ume Gas-B	earing in Oil Pools	with Gas C	Cap		0.25					
Probability Any Pool is 100% Gas	0.9	1													
Fable 3 Input data for Beaufort Set	. 1 10	2004													

 Table 3. Input data for Beaufort Sea play 10, 2006 assessment.

Assessment P	ovince:	Beaufort	Play Number, Name:	10, Brookian Faulted Western Turbidite					
Asse	ssor(s):	AAAA	ABAQ						
	Date:	1000							
ertainty) based	on consid		, between zero and one, where zero indicates t of ALL elements within the component was have been met or exceeded.						
					Factors	Prospect Chance			
1. Hydrocarl	on Fill	component (1a * 1b * 1c)		1	0.8000	1.0000			
Probab	lity of eff	Quality, Effective, Mature Source R icient source rock in terms of the exist e quality located in the drainage area	stence of sufficient volume of mature source	1a	0.80	1.00			
	irs.	ective expulsion and migration of hyd	1b	1.00	1.00				
		ective retention of hydrocarbons in th	e prospects after accumulation.	1c	1.00	1.00			
2. Reservoir	compo	onent (2a * 2b)		2	1.0000	0.4500			
Probab specifie	lity of pre d in the r	servoir facies esence of reservoir facies with a mini resource assessment).	2a	1.00	0.45				
	lity of eff		ect to minimum effective porosity, and t).	2b	1.00	1.00			
3. Trap com		· ·		3	1.0000	0.9000			
assessi	lity of pre nent).	esence of the trap with a minimum ro	ck volume (as specified in the resource	3a	1.00	1.00			
		nechanism ective seal mechanism for the trap.		3b	1.00	0.90			
verall Play 0	hance	(Marginal Probability of hydro	ocarbons, MPhc)		0.8000				
(1 * 2 *	3) Produ	ict of All Subjective Play Chance Fac	otors		0.0000				
		Prospect Chance ¹				0.4050			
¹ Assur	nes that	ict of All Subjective Conditional Pros the Play exists (where all play cha stent with play chance and prospe		B of Guid	de				
xploration C	hance	rall Play Chance and Average Condi				3240			
		ance document for explanation of the							

 Table 4. Risk model for Beaufort Sea play 10, 2006 assessment.

GRASP - Geologic and Economic Resource Assessment Model - PSUM Module Results

Minerals Management Service - Alaska OCS Region

GRASP Model Version: 8.29.2005) Computes the Geologic Resource Potential of the Play

Play L		AQ		Play No.		10)	
World	Level	-		World	Level		Resources	
Country	Level	-		UNITED	STATES		OF	AMERICA
Region	Level	-		MMS	-		ALASKA	REGION
Basin	Level	-		BEAUFORT	SHELF			
Play	Level	-		Play		10	Brookian	Faulted
Geologist	Peter	Johnson		-			Western	Turbidite
Remarks	Play		10	2005	5 Assessment			
Run Date & Time	:	Date		19-Sep-05	5 Time		13:49:0	9

Summary of Play Potential

Product	MEAN	Standard Deviation
BOE (Mboe)	231,810	323,420
Oil (Mbo)	17,339	69,288
Condensate (Mbc)	42,399	70,531
Free (Gas Cap & Nonassociated) Gas (Mmcfg)	954,770	1,357,800
Solution Gas (Mmcfg)	12,243	53,209

10000 (Number of Trials in Sample)

0.795 (MPhc [Probability] of First Occurrence of Non-Zero Resource) Windowing Feature: used

Empirical Probability Distributions of the Products

Greater Than Percentage	BOE (Mboe)	Oil (Mbo)	Condensate (Mbc)	Free (Gas Cap & Nonassociated) Gas (Mmcfg)	Solution Gas (Mmcfg)
100	0	0	0	0	0
99.99	0	0	0	0	0
99	0	0	0	0	0
95	0	0	0	0	0
90	0	0	0	0	0
85	0	0	0	0	0
80	4	0	1	16	0
75	28,975	2,706	4,900	118,440	1,663
70	52,566	4,963	9,219	212,190	3,531
65	72,984	3,659	13,581	311,000	2,276
60	94,167	8,625	16,319	383,130	5,909
55	113,010	9,068	20,316	464,230	5,748
50	134,240	6,916	24,583	572,170	5,218
45	158,560	12,619	27,616	657,380	7,617
40	185,690	11,885	33,663	780,160	7,410
35	216,410	14,042	40,341	901,180	9,397
30	254,330	19,647	44,690	1,054,800	12,953
25	299,850	21,835	51,794	1,259,400	12,018
20	358,520	25,905	66,001	1,478,200	20,202
15	439,070	36,219	81,181	1,775,300	32,453
10	565,650	49,863	105,620	2,257,200	47,950
8	648,430	55,561	112,310	2,653,100	47,589
6	740,620	39,050	137,410	3,146,100	24,521
5	814,970	48,454	151,430	3,415,000	41,778
4	906,560	49,255	173,880	3,805,100	35,744
2	1,218,800	98,106	213,900	5,023,200	72,748
1	1,571,400	147,610	291,200	6,273,600	91,455
0.1	2,977,400	1,830,700	105,850	4,567,000	1,282,700
0.01	3,423,600	24,164	432,040	16,672,000	4,658
0.001	6,138,700	23,558	2,548,600	20,033,000	10,783

Table 5. Assessment results by commodity for Beaufort Sea play 10, 2006 assessment.

Basin: I	BEAUFORT	SHELF				Model Simul	lation "Pools'	' Reporte	ed by "F	ieldsiz	e.out" G	RASP M	odule										
	- Brookian		estern Turl	bidite																			
UAI Key	<mark>/: AAAAAB</mark>	AQ																					
	Classifica	tion and Size		Pool	Count Statis	tics		Pool	Types Co	ount	Mixed Po	ol Range	Oil Poo	Oil Pool Range		Gas Pool Range		ol Range		Pool Resource Statistics (MMBOE)			
Class	Min (MMBOE)	Max (MMBOE)	Pool Count	Percentage	Trial Average	Trials w/Pool Avg		Mixed Pool	Oil Pool	Gas Pool	Min	Max	Min	Мах	Min	Max	Min	Max		Min	Мах	Total Resource	Average Resource
1	0.0312	0.0625	2	0.005518	0.0002	0.000252		0	0	2	0	0	0	0	1	1	1	1		0.048024	0.058065	0.106089	53.044580
2	0.0625	0.125	15	0.041383	0.0015	0.001887		2	0	13	1	1	0	0	1	1	1	1		0.066193	0.117801	1.482232	98.815478
3	0.125	0.25	90	0.248296	0.009	0.011319		10	0	80	1	1	0	0	1	1	1	1		0.125781	0.246631	17.359325	192.881390
4	0.25	0.5	168	0.463487	0.0168	0.021129		9	0	159	1	1	0	0	1	2	1	2		0.254440	0.499523	63.808770	379.814118
5	0.5	1	386	1.064916	0.0386	0.048547		35	0	351	1	1	0	0	1	2	1	2		0.501338	0.999474	290.816247	753.409982
6	1	2	900	2.482964	0.09	0.113193		67	0	833	1	1	0	0	1	2	1	2		1.004084	1.997581	1358.249000	1.509165
7	2	4	2157	5.950837	0.2157	0.271287		160	0	1997	1	1	0	0	1	4	1	4		2.000379	3.999962	6513.901000	3.019889
8	4	8	4134	11.405082	0.4134	0.519935		387	0	3747	1	2	0	0	1	5	1	5		4.004017	7.998655	24611.689000	5.953481
9	8	16	6243	17.223494	0.6243	0.785184		574	0	5669	1	3	0	0	1	5	1	5		8.000410	15.998358	73251.375000	11.733361
10	16	32	7329	20.219604	0.7329	0.921771		803	0	6526	1	3	0	0	1	6	1	6		16.002457	31.997822	169309.884000	23.101362
11	32	64	6392	17.634563	0.6392	0.803924		740	0	5652	1	3	0	0	1	7	1	7		32.003558	63.993112	290925.297000	45.513969
12	64	128	4402	12.144453	0.4402	0.553641		494	0	3908	1	2	0	0	1	5	1	5		64.009795	127.892698	392916.998000	89.258743
13	128	256	2299	6.342594	0.2299	0.289146		260	0	2039	1	2	0	0	1	4	1	4		128.022386	255.762695	408994.474000	177.901031
14	256	512	1108	3.056805	0.1108	0.139354		104	0	1004	1	1	0	0	1	3	1	3		256.135217	511.949938	389608.250000	351.631989
15	512	1024	468	1.291141	0.0468	0.058861		64	0	404	1	1	0	0	1	2	1	2		513.309450	1013.691000	324655.847000	693.709045
16	1024	2048	128	0.353133	0.0128	0.016099		13	0	115	1	1	0	0	1	1	1	1		1024.138000	2013.093000	170234.124000	1.329954
17	2048	4096	25	0.068971	0.0025	0.003144		2	0	23	1	1	0	0	1	1	1	1		2072.895000	2776.622000	59362.046000	2.374482
18	4096	8192	1	0.002759	0.0001	0.000126		0	0	1	0	0	0	0	1	1	1	1		5935.836000	5935.836000	5935.836000	5.935836
19	8192	16384	0	0	0	0		0	0	0	0	0	0	0	0	0	0	0		0.000000	0.000000	0.000000	0.000000
20	16384	32768	0	0	0	0		0	0	0	0	0	0	0	0	0	0	-		0.000000	0.000000	0.000000	0.000000
21	32768	65536	0	0	0	0		0	0	0	0	0	0	0	0	0	0	0		0.000000	0.000000	0.000000	0.000000
22	65536	131072	0	0	0	0		0	0	0	0	0	0	0	0	0	0	0		0.000000	0.000000	0.000000	0.000000
23	131072	262144	0	0	0	0		0	0	0	0	0	0	0	0	0	0	0		0.000000	0.000000	0.000000	0.000000
24	262144	524288	0	0	0	0		0	0	0	0	0	0	0	0	0	0	0		0.000000	0.000000	0.000000	0.000000
25	524288	1048576	0	0	0	0		0	0	0	0	0	0	0	0	0	0	0		0.000000	0.000000	0.000000	0.000000
Not Class			0	0	0	0	Below Class	0	0	0									Below Class	0.000000	0.000000	0.000000	0.000000
	Ľ	Totals	36247	100	3.6247	4.558797	Above Class	0	0	0									Above Class	0.000000	0.000000	0.000000	0.000000
	r of Pools n r of Pools b											Max refe				ne releva n.	nt size cl	ass that			er to aggregate re any single trial in	esources of the relevent the simulation.	/ant size class
Number	r of Trials w	vith Pools:	7951		1	. 1										10.00							

Table 6. Statistics for simulation pools created in computer sampling run for Beaufort Sea play 10, 2006 assessment.

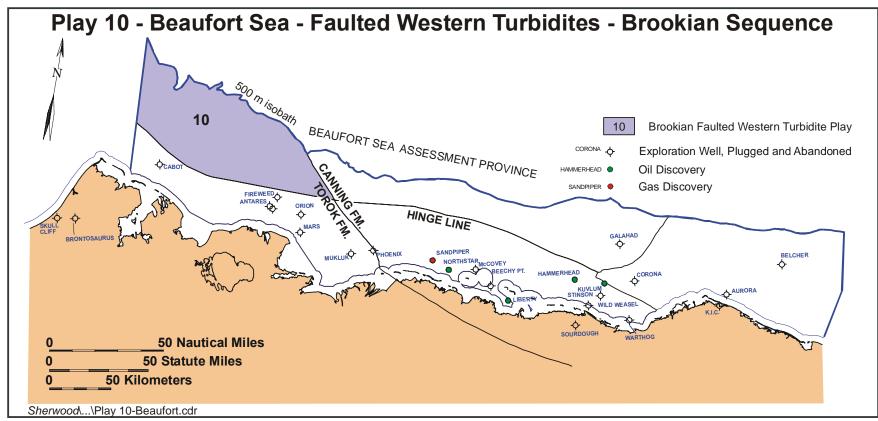


Figure 1. Map location of Beaufort Sea play 10, 2006 assessment.