

Chukchi Sea Play 12: Torok Turbidites (Lower Brookian)-Chukchi Wrench Zone

Geological Assessment

GRASP UAI: AAAAA DAM

Play Area: 15,678 square miles

Play Water Depth Range: 100-170 feet

Play Depth Range: 3,500-19,000 feet

Play Exploration Chance: 0.072

Play 12, Torok Turbidites (Lower Brookian)-Chukchi Wrench Zone, Chukchi Sea OCS Planning Area, 2006 Assessment, Undiscovered Technically-Recoverable Oil & Gas			
Assessment Results as of November 2005			
Resource Commodity (Units)	Resources *		
	F95	Mean	F05
BOE (Mmboe)	51	500	1,353
Total Gas (Tcfg)	0.138	1.496	4.222
Total Liquids (Mmbo)	26	234	602
Free Gas** (Tcfg)	0.095	1.142	3.357
Solution Gas (Tcfg)	0.044	0.353	0.866
Oil (Mmbo)	22	172	419
Condensate (Mmbc)	5	62	183
* Risked, Technically-Recoverable			
** Free Gas Includes Gas Cap and Non-Associated Gas			
F95 = 95% chance that resources will equal or exceed the given quantity			
F05 = 5% chance that resources will equal or exceed the given quantity			
BOE = total hydrocarbon energy, expressed in barrels-of-oil-equivalent, where 1 barrel of oil = 5,620 cubic feet of natural gas			
Mmb = millions of barrels			
Tcf = trillions of cubic feet			

Table 1

Play 12, the “Torok Turbidites-Chukchi Wrench Zone” play, is the 12th-ranking play (of 29 plays) in the Chukchi Sea OCS Planning Area, with 1.7% (500 Mmboe) of the Planning Area energy endowment (29,041 Mmboe). The overall assessment results for play 12 are shown in [table 1](#). Oil and gas-condensate liquids form 47% of the

hydrocarbon energy endowment of play 12. [Table 5](#) reports the detailed assessment results by commodity for play 12.

[Table 3](#) summarizes the volumetric input data developed for the *GRASP* computer model of Chukchi Sea play 12. [Table 4](#) reports the risk model used for play 12. The location of play 12 is shown in [figure 1](#).

Potential reservoirs are primarily turbidite sandstones within Lower Cretaceous Torok Formation shales deposited in a prodelta system on the shelf terrace between Colville and North Chukchi basins and on Chukchi platform. Substantial sandstone sequences are possible. For example, a sequence of turbiditic sandstones over 300 ft thick (gross) was encountered at the base of the Torok Formation in Crackerjack well. Prospects are fault traps and faulted anticlines along transtensional (“wrench”) faults that were active in early Tertiary time. The transtensional faults lie in several discrete north-trending, densely-faulted zones in southern parts of the play area. Several evaporite diapirs pierce this play and create traps against diapir flanks in a narrow graben just west of Popcorn well. This play is charged by the Hanna trough play charging system, with some hydrocarbons possibly re-migrating into Brookian sandstones from deeper Ellesmerian stratigraphic traps disrupted by Paleocene faults. The play was penetrated at three wells, with pooled oil apparently present (logs) at Crackerjack and Klondike wells and minor oil shows present in a turbidite sandstone at Popcorn well.

A maximum of 24 hypothetical pools is forecast by the aggregation of the risk model

and the prospect numbers model for play 12. These 24 pools range in mean conditional (un-risked) recoverable volumes from 6 Mmboe (pool rank 24) to 283 Mmboe (pool rank 1). Pool rank 1 ranges in possible conditional recoverable volumes from 36 Mmboe (F95) to 775 Mmboe (F05). [Table 2](#) shows the conditional sizes of the 10 largest pools in play 12.

play 12 fall within pool size class 18, which ranges in size from 4,096 to 8,192 Mmboe. [Table 6](#) reports statistics for the simulation pools developed in the GRASP computer model for play 12.

Play 12, Torok Turbidities (lower Brookian)-Chukchi Wrench Zone, Chukchi Sea OCS Planning Area, 2006 Assessment, Conditional BOE Sizes of Ten Largest Pools			
Assessment Results as of November 2005			
Pool Rank	BOE Resources *		
	F95	Mean	F05
1	36	283	775
2	16	112	304
3	10	67	171
4	7	46	118
5	5	34	88
6	5	27	70
7	4	23	57
8	3.7	19	49
9	3.4	17	43
10	3.2	16	38

* Conditional, Technically-Recoverable, Millions of Barrels Energy-Equivalent (Mmboe), from "PSRK.out" file
 F95 = 95% chance that resources will equal or exceed the given quantity
 F05 = 5% chance that resources will equal or exceed the given quantity
 BOE = total hydrocarbon energy, expressed in barrels-of-oil-equivalent, where 1 barrel of oil = 5,620 cubic feet of natural gas

Table 2

In the computer simulation for play 12 a total of 50,246 “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 11 contains the largest share (11,285, or 22%) of simulation pools (conditional, technically recoverable BOE resources) for play 12. Pool size class 11 ranges from 32 to 64 Mmboe. The largest 3 simulation pools for

GRASP Play Data Form (Minerals Management Service-Alaska Regional Office)

Basin: Chukchi Sea Planning Area
Play Number: 12
Play UAI Number: AAAAA DAM

Assessor: K.W. Sherwood
Play Name: Torok Turbidities (Lower Brookian) - Chukchi Wrench Zone

Date: January 2005

Play Area: mi² (million acres) 15,678 (10.034)
Reservoir Thermal Maturity: % Ro 0.82 - 1.34

Play Depth Range: feet 3,500 - 19,000 (mean = 9,162)
Expected Oil Gravity: ° API 30
Play Water Depth Range: feet 100 - 170 (mean = 155)

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*	1445		2529		9434	15994/21894			35202				133713
Prospect Area (acres)-Model Output**	1448	2273	2900	5087	9677	15253/16912	18577	26590	33689	47574			131499
Fill Fraction (Fraction of Area Filled)	0.18	0.30	0.32	0.37	0.43	0.44/0.10	0.50	0.54	0.57	0.62			1.00
Productive Area of Pool (acres)***	401	910	1217	2150	4146	6791/8020	8221	11744	14960	21697	28000	32000	78056
Pay Thickness (feet)	8	28	34	45	63	71/36	87	104	117	140	170	194	500

* model fit to prospect area data in *BESTFIT*
 ** output from @RISK after aggregation with fill fraction
 *** from @RISK aggregation of probability distributions for prospect area and fill fraction

MPRO Module (Numbers of Pools)

Input Play Level Chance *	1 *	Prospect Level Chance	0.072	Exploration Chance	0.072
Output Play Level Chance**	0.9899				

* (Pooled oil [logs] encountered at Klondike and Crackerjack wells)
 ** First Occurrence of Non Zero Pools As Reported in PSUM Module

Risk Model	Play Chance	Petroleum System Factors	Prospect Chance
		Closure Reliability	0.6
		Reservoir Presence	0.6
		Chance Porosity > 10%	0.25
		Migration (risk of diversion up transtensional faults)	0.8

Fractile	F99	F95	F90	F75	F50	Mean/Std. Dev.	F25	F15	F10	F05	F02	F01	F00
Numbers of Prospects in Play	40	47	50	56	68	69.79/17.06	79	85	90	97	110	120	160
Numbers of Pools in Play	1	1	2	3	5	5.02/2.48	7	8	8	9	11	12	24

Zero Pools at F99.01

Minimum Number of Pools	1 (F99)	Mean Number of Pools	5.02	Maximum Number of Pools	24
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POOLS/PSRK/PSUM Modules (Play Resources)

Fractile	F100	F95	F90	F75	F50	Mean/Std. Dev.	F25	F15	F10	F05	F02	F01	F00
Oil Recovery Factor (bbl/acre-foot)	20	44	50	66	91	109/65	133	163	190	230	290	320	701
Gas Recovery Factor (Mcf/acre-foot)	327	617	701	860	1102	1229/540	1448	1707	1898	2253	2600	2800	4972
Gas Oil Ratio (Sol'n Gas)(cf/bbl)	540	1450	1600	1800	2050	2059/433	2350	2500	2575	2700	2850	3000	3600
Condensate Yield ((bbl)/Mmcf)	13	29	33	40	50	54/19	64	72	79	90	105	120	200

Pool Size Distribution Statistics from *POOLS* (1,000 BOE): μ (mu)= 10.793 σ^2 (sigma squared)= 1.430 Random Number Generator Seed= 499322

BOE Conversion Factor (cf/bbl)	5620	Probability Any Pool Contains Both Oil and Free Gas (Gas Cap)	0.6
Probability Any Pool is 100% Oil	0.2	Fraction of Pool Volume Gas-Bearing in Oil Pools with Gas Cap	0.3
Probability Any Pool is 100% Gas	0.2		

Table 3. Input data for Chukchi Sea play 12, 2006 assessment.

Risk Analysis Form - 2006 National Assessment				
Assessment Province:	Chukchi Sea OCS Planning Area	Play Number, Name:	12. Torok Turbidites (Lower Brookian) - Chukchi Wrench Zone	
Assessor(s):	K.W. Sherwood	Play UAI:	AAAAA DAM	
Date:	1-Jan-05			
For each component, a <i>quantitative</i> probability of success (i.e., between zero and one, where zero indicates no confidence and one indicates absolute certainty) based on consideration of the <i>qualitative</i> assessment of ALL elements within the component was assigned. This is the assessment of the probability that the minimum geologic parameter assumptions have been met or exceeded.				
			Play Chance Factors	Average Conditional Prospect Chance ¹
1. Hydrocarbon Fill component (1a * 1b * 1c)		1	1.0000	0.8000
a. Presence of a Quality, Effective, Mature Source Rock				
	Probability of efficient source rock in terms of the existence of sufficient volume of mature source rock of adequate quality located in the drainage area of the reservoirs.	1a	1.00	1.00
b. Effective Expulsion and Migration				
	Probability of effective expulsion and migration of hydrocarbons from the source rock to the reservoirs.	1b	1.00	0.80
c. Preservation				
	Probability of effective retention of hydrocarbons in the prospects after accumulation.	1c	1.00	1.00
2. Reservoir component (2a * 2b)		2	1.0000	0.1500
a. Presence of reservoir facies				
	Probability of presence of reservoir facies with a minimum net thickness and net/gross ratio (as specified in the resource assessment).	2a	1.00	0.60
b. Reservoir quality				
	Probability of effectiveness of the reservoir, with respect to minimum effective porosity, and permeability (as specified in the resource assessment).	2b	1.00	0.25
3. Trap component (3a * 3b)		3	1.0000	0.6000
a. Presence of trap				
	Probability of presence of the trap with a minimum rock volume (as specified in the resource assessment).	3a	1.00	0.60
b. Effective seal mechanism				
	Probability of effective seal mechanism for the trap.	3b	1.00	1.00
Overall Play Chance (Marginal Probability of hydrocarbons, MPhc)			1.0000	
(1 * 2 * 3) Product of All Subjective Play Chance Factors				
Average Conditional Prospect Chance¹				0.0720
(1 * 2 * 3) Product of All Subjective Conditional Prospect Chance Factors				
¹ Assumes that the Play exists (where all play chance factors = 1.0)				
Must be consistent with play chance and prospect distribution – See discussion on Page 3 of Guide				
Exploration Chance			0.0720	
(Product of Overall Play Chance and Average Conditional Prospect Chance)				
Comments: See guidance document for explanation of the Risk Analysis Form				
2b: Chance That Porosity >10%, Based on Regional Model for Porosity vs Reservoir Thermal Maturity				
Pooled oil (apparent log pay) was encountered at Crackerjack 1 and Klondike 1 wells. Oil shows were observed at the Popcorn 1 well.				

Table 4. Risk model for Chukchi Sea play 12, 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 UAI: AAAAAADAM **Play No. 12**

World Level - World Level Resources
 Country Level - UNITED STATES OF AMERICA
 Region Level - MMS - ALASKA REGION
 Basin Level - **CHUKCHI SEA SHELF**
Play Level - **12 Torok Turbidites (Lower Brookian) - Chukchi Wrench Zone**
 Geologist Kirk W. Sherwood

Remarks 2005 Assessment
 Run Date & Time: Date 19-Sep-05 Time 13:54:21

Summary of Play Potential

Product	MEAN	Standard Deviation
BOE (Mboe)	500,480	453,700
Oil (Mbo)	172,110	186,230
Condensate (Mbc)	62,273	76,967
Free (Gas Cap & Nonassociated) Gas (Mmcfg)	1,142,300	1,294,100
Solution Gas (Mmcfg)	353,200	384,990

10000 (Number of Trials in Sample)
 0.9899 (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	3,625	1,588	330	6,545	3,053
95	51,088	21,814	4,649	94,571	43,820
90	93,785	36,159	9,861	194,580	73,857
85	129,100	50,145	13,840	263,430	102,510
80	164,360	59,579	19,177	358,650	122,430
75	198,680	69,957	22,940	451,860	142,610
70	233,610	87,912	26,475	489,990	180,060
65	267,270	94,314	31,232	603,300	193,160
60	304,690	115,640	32,960	640,630	236,600
55	339,380	121,670	38,960	755,510	249,060
50	384,060	136,170	45,800	853,000	282,800
45	425,460	142,440	55,343	979,090	300,480
40	472,770	171,130	56,034	1,029,200	351,130
35	527,830	186,150	60,775	1,198,500	380,170
30	588,970	207,860	72,780	1,306,900	425,910
25	663,410	235,370	78,197	1,483,000	483,120
20	749,580	267,500	90,996	1,646,800	551,120
15	861,830	318,430	101,820	1,843,400	638,260
10	1,038,600	338,740	129,930	2,497,800	705,140
8	1,141,400	399,640	143,990	2,537,500	821,990
6	1,281,800	411,300	163,750	3,114,300	857,640
5	1,353,300	419,420	182,530	3,356,800	865,660
4	1,446,400	495,790	179,760	3,328,500	1,003,900
2	1,785,500	547,950	249,890	4,415,300	1,135,300
1	2,146,700	712,750	292,080	4,995,700	1,421,400
0.1	3,905,600	2,432,200	222,060	2,716,300	4,316,700
0.01	5,009,900	2,732,700	357,780	5,432,700	5,354,600
0.001	5,282,300	2,988,400	286,290	5,753,000	5,529,500

Table 5. Assessment results by commodity for Chukchi Sea play 12, 2006 assessment.

Classification and Size				Pool Count Statistics			Pool Types Count		Mixed Pool Range		Oil Pool Range		Gas Pool Range		Total Pool 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	Max	Min	Max	Min	Max	Min	Max	Total Resource	Average Resource	
1	0.0312	0.0625	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0.000000	0.000000	
2	0.0625	0.125	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0.000000	0.000000	
3	0.125	0.25	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0	0.000000	0.000000	
4	0.25	0.5	4	0.007961	0.0004	0.000404	0	4	0	0	1	1	0	0	1	1	1	1	0.329827	0.370981	1.400016	350.003928
5	0.5	1	28	0.05726	0.0028	0.002828	14	12	2	1	1	1	1	1	1	1	1	1	0.504125	0.992091	22.476956	802.748442
6	1	2	125	0.248776	0.0125	0.012626	56	64	5	1	1	1	1	1	1	1	1	1	1.022204	1.987126	195.229078	1.561833
7	2	4	762	1.516539	0.0762	0.07697	372	326	64	1	2	1	2	1	1	1	1	2	2.006526	3.993858	2380.346000	3.123814
8	4	8	2415	4.806353	0.2415	0.243939	1413	717	285	1	3	1	2	1	2	1	2	1	4.004399	7.999144	14725.302000	6.097434
9	8	16	5629	11.202882	0.5629	0.568586	3414	1442	773	1	5	1	3	1	2	1	5	1	8.002868	15.995989	67304.820000	11.956799
10	16	32	9391	18.690044	0.9391	0.948586	5744	2175	1472	1	6	1	3	1	3	1	6	1	16.003887	31.998157	221529.729000	23.589579
11	32	64	11285	22.459499	1.1285	1.139899	6877	2201	2207	1	6	1	5	1	4	1	8	1	32.003996	63.998234	523376.991000	46.378113
12	64	128	10001	19.904072	1.0001	1.010202	6077	1696	2228	1	9	1	3	1	4	1	9	1	64.012323	127.995323	909579.525000	90.948860
13	128	256	6410	12.757235	0.641	0.647475	3731	996	1683	1	7	1	3	1	3	1	8	1	128.012116	255.909835	1139605.000000	177.785416
14	256	512	2939	5.849222	0.2939	0.296869	1692	416	831	1	3	1	2	1	3	1	4	1	256.133116	511.768149	1031119.000000	350.839935
15	512	1024	1005	2.000159	0.1005	0.101515	512	114	379	1	2	1	1	1	2	1	3	1	512.056452	1023.859000	694618.318000	691.162476
16	1024	2048	217	0.431875	0.0217	0.021919	106	31	80	1	2	1	2	1	1	1	2	1	1025.039000	2025.753000	298404.068000	1.375134
17	2048	4096	32	0.063687	0.0032	0.003232	10	3	19	1	1	1	1	1	1	1	1	1	2088.979000	4017.946000	87415.567000	2.731737
18	4096	8192	3	0.005971	0.0003	0.000303	3	0	0	1	1	0	0	0	0	1	1	1	4698.095000	5108.678000	14504.868000	4.834956
19	8192	16384	0	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	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	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	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	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	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	0.000000	0.000000	0.000000	0.000000
Not Classified			0	0	0	0	Below Class	0	0	0	0	0	0	0	0	0	0	0	Below Class	0.000000	0.000000	
Totals			50246	100.000008	5.0246	5.075354	Above Class	0	0	0	0	0	0	0	0	0	0	0	Above Class	0.000000	0.000000	

Number of Pools not Classified: 0	Min and Max refer to numbers of pools of the relevant size class that occur within any single trial in the simulation.	Min and Max refer to aggregate resources of the relevant size class that occur within any single trial in the simulation.
Number of Pools below Class 1: 0		
Number of Trials with Pools: 9900		

Table 6. Statistics for simulation pools created in computer sampling run for Chukchi Sea play 12, 2006 assessment.

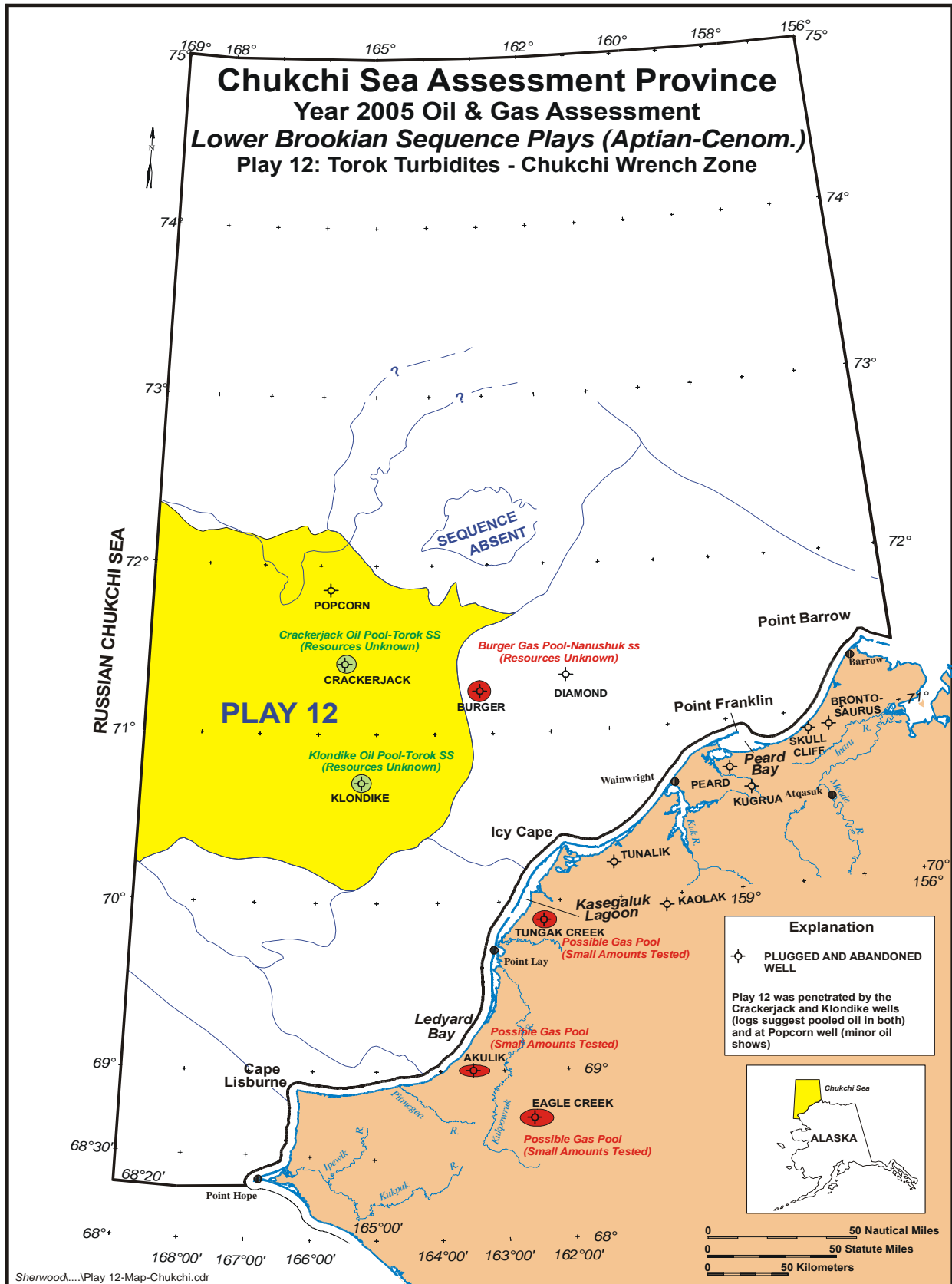


Figure 1. Map location of Chukchi Sea play 12, 2006 assessment.