

## Beaufort Sea Play 1: Undeformed Pre-Mississippian Basement

### Geological Assessment

*Grasp UAI: AAAAABAC*

*Play Area: 289 square miles*

*Play Water Depth Range: 15 – 115 feet*

*Play Depth Range: 12,000 – 20,000 feet*

*Play Exploration Chance: 0.288*

| <b>Play 1, Undeformed Pre-Mississippian Basement, Beaufort Sea OCS Planning Area, 2006 Assessment, Undiscovered Technically-Recoverable Oil &amp; Gas</b> |                    |             |            |
|---|--------------------|-------------|------------|
| Assessment Results as of November 2005  |                    |             |            |
| <b>Resource Commodity (Units)</b>   | <b>Resources *</b> |             |            |
|   | <b>F95</b>         | <b>Mean</b> | <b>F05</b> |
| BOE (Mmboe)   | 0                  | 31          | 117        |
| Total Gas (Tcfg)  | 0.000              | 0.083       | 0.320      |
| Total Liquids (Mmbo)  | 0                  | 16          | 60         |
| Free Gas** (Tcfg)   | 0.000              | 0.066       | 0.260      |
| Solution Gas (Tcfg)   | 0.000              | 0.016       | 0.060      |
| Oil (Mmbo)  | 0                  | 15          | 56         |
| Condensate (Mmbc)   | 0                  | 1           | 4          |
| * 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 1, the Undeformed Pre-Mississippian Basement play contains the smallest resource endowment of the Beaufort plays assessed (31 MMBbl mean BOE) representing less than 1% of the Beaufort Sea province energy endowment. The overall assessment results for play 1 are shown in [table 1](#). Approximately half of

that endowment is from liquid hydrocarbons. [Table 5](#) reports the detailed assessment results by commodity for play 1.

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

The Undeformed Pre-Mississippian Basement play consists of stratigraphic traps in carbonate or sandstone reservoirs in the pre-Mississippian basement complex near Point Thomson (Dolton and others, 1987, p. 238). Leaching of carbonates or carbonate cements in the sandstones may have created some porosity and fractures may enhance permeability development. Potential source rocks are the overlying Hue Shale and Canning Formation, which also act as the seal. No OCS wells have tested this play. In State waters, the Alaska State F-1 well tested 2.975 MMcf/day and 152 bbl/ day of 35.3° API gravity condensate from rocks in the non-Federal analog to play 1.

The primary risk of this play is due to uncertain pre-Mississippian reservoir facies and to the uncertain seal of the overlying Brookian units.

A maximum of 17 hypothetical pools is forecast by the aggregation of the risk model and the prospect numbers model for play 1. These pools range in mean conditional (un-risked) recoverable volumes from <1 Mmboe (pool rank 17) to 28 Mmboe (pool rank 1). Pool rank 1 ranges in possible conditional recoverable volumes from 1.08 Mmboe (F95) to 93 Mmboe (F05). [Table 2](#) shows the conditional sizes of the 10 largest

pools in play 1.

| <b>Play 1, Undeformed Pre-Mississippian Basement, Beaufort Sea OCS Planning Area, 2006 Assessment, Conditional BOE Sizes of Ten Largest Pools</b> |                 |      |     |
|---|-----------------|------|-----|
| Assessment Results as of November 2005  |                 |      |     |
| Pool Rank   | BOE Resources * |      |     |
|   | F95             | Mean | F05 |
| 1   | 1.08            | 28   | 93  |
| 2   | 0.28            | 8    | 31  |
| 3   | 0.11            | 3    | 12  |
| 4   | 0.06            | 2    | 6   |
| 5   | 0.038           | 1.0  | 4   |
| 6   | 0.027           | 0.7  | 2.4 |
| 7   | 0.020           | 0.5  | 1.7 |
| 8   | 0.016           | 0.4  | 1.3 |
| 9   | 0.014           | 0.3  | 1.0 |
| 10  | 0.011           | 0.2  | 0.8 |

\* 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**

Table 6 reports statistics for the simulation pools developed in the GRASP computer model for play 1. In the computer simulation for play 1, a total of 36,995 “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 6 contains the largest share (5,103, or 14%) of simulation pools (conditional, technically recoverable BOE resources) for play 1. Pool size class 6 ranges from 1 to 2 Mmboe. The largest pool among the 36,995 simulation pools falls within pool size class 14, which ranges in size from 256 to 512 Mmboe.

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

Basin: Beaufort  
 Play Number: 01  
 Play UAI Number: AAAAABAC

Assessor: Johnson/Scherr  
 Play Name: Undeformed Pre-Miss. Basement

Date: 10/5/2005

Play Area: mi<sup>2</sup> ( million acres) 289 (185.3)  
 Reservoir Thermal Maturity: % Ro

Play Depth Range: feet 12000 15500 20000  
 Expected Oil Gravity: ° API 35  
 Play Water Depth Range: feet 15 60 115

**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       | 1    | 12   | 39  | 197  | 609 |                  | 1879 |      |      | 9505 |     | 10000 | 15000 |
| 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  | 1     |
| Productive Area of Pool (acres)         | 0    | 15   | 29  | 89   | 308 | 1230.55/2331.191 | 1125 | 2287 | 3534 | 5505 |     |       | 14064 |
| Pay Thickness (feet)                    | 14   | 41   | 50  | 70   | 100 | 115.804/68.193   | 143  | 174  | 198  | 241  | 300 | 347   | 731   |

**MPRO Module (Numbers of Pools)**

|                   |     |                       |      |                    |       |
|-------------------|-----|-----------------------|------|--------------------|-------|
| Play Level Chance | 0.8 | Prospect Level Chance | 0.36 | Exploration Chance | 0.288 |
|-------------------|-----|-----------------------|------|--------------------|-------|

|            |             |                              |  |                 |  |
|------------|-------------|------------------------------|--|-----------------|--|
| Risk Model | Play Chance | Petroleum System Factors     |  | Prospect Chance |  |
|            |             | Presence of Porosity         |  | 0.6             |  |
|            |             | Adequate Seal                |  | 0.6             |  |
|            | 0.8         | Presence of Reservoir facies |  |                 |  |
|            |             |                              |  |                 |  |

| Fractile                     | F99  | F95  | F90     | F75   | F50   | Mean/Std. Dev. | F25   | F15   | F10   | F05   | F02   | F01   | F00   |
|------------------------------|------|------|---------|-------|-------|----------------|-------|-------|-------|-------|-------|-------|-------|
| Numbers of Prospects in Play | 7.00 | 8.14 | 8.90    | 10.20 | 12.00 | 12.85/2.97     | 14.00 | 15.40 | 16.40 | 18.00 | 19.70 | 20.90 | 21.00 |
| Numbers of Pools in Play     |      |      | 0@79.49 | 2     | 4     | 3.70/2.59      | 5     | 6     | 7     | 8     | 9     | 10    | 17    |

|                         |   |                      |      |                         |    |
|-------------------------|---|----------------------|------|-------------------------|----|
| Minimum Number of Pools | 0 | Mean Number of Pools | 3.70 | Maximum Number of Pools | 17 |
|-------------------------|---|----------------------|------|-------------------------|----|

**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)  | 11.3  | 26.7  | 31.0  | 39.7  | 52.4  | 57.099/24.889    | 69.1   | 80.1   | 88.6   | 102.9  | 121.6  | 136.0 | 242.0 |
| Gas Recovery Factor (Mcfg/acre-foot) | 74.0  | 143.4 | 160.9 | 194.8 | 241.0 | 253.506/83.314   | 298.1  | 334.2  | 361.1  | 404.9  | 460.6  | 502.0 | 779.0 |
| Gas Oil Ratio (Sol'n Gas)(cf/bbl)    | 90    | 170   | 230   | 390   | 720   | 1075.25/1034.163 | 1350   | 1900   | 2300   | 3200   | 4700   |       | 6000  |
| Condensate Yield ((bbl/Mmcfg)        | 0.147 | 1.548 | 2.337 | 4.653 | 10    | 18.332/23.706    | 21.493 | 32.406 | 42.794 | 64.621 | 102.76 | 140   | 143   |

|   |                      |                                      |                                      |
|---|----------------------|--------------------------------------|--------------------------------------|
| Pool Size Distribution Statistics from POOLS (1,000 BOE): | $\mu$ (mu)= 7.451121 | $\sigma^2$ (sigma squared)= 3.764581 | Random Number Generator Seed= 302900 |
|---|----------------------|--------------------------------------|--------------------------------------|

|                                  |      |   |     |
|----------------------------------|------|---|-----|
| BOE Conversion Factor (cf/bbl)   | 5620 | Probability Any Pool Contains Both Oil and Free Gas (Gas Cap) | 1   |
| Probability Any Pool is 100% Oil | 0    | Fraction of Pool Volume Gas-Bearing in Oil Pools with Gas Cap | 0.5 |
| Probability Any Pool is 100% Gas | 0    |   |     |

Table 3. Input data for Beaufort Sea play 1, 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: AAAABAC**                      **Play No. 1**

World Level - World Level Resources  
 Country Level - UNITED STATES OF AMERICA  
 Region Level - MMS ALASKA REGION  
 Basin Level - **BEAUFORT SHELF**  
**Play Level - 1 Undeformed Pre-Mississippian Basement**  
 Geologist Peter Johnson  
 Remarks play 1 2005 assessment  
 Run Date & Time: Date 19-Sep-05 Time 13:47:15

**Summary of Play Potential**

| Product   | MEAN   | Standard Deviation |
|---|--------|--------------------|
| <b>BOE (Mboe)</b>                                     | 30,842 | 43,523             |
| <b>Oil (Mbo)</b>                                      | 14,933 | 21,908             |
| <b>Condensate (Mbc)</b>                               | 1,177  | 2,566              |
| <b>Free (Gas Cap &amp; Nonassociated) Gas (Mmcfg)</b> | 66,446 | 93,350             |
| <b>Solution Gas (Mmcfg)</b>                           | 16,348 | 33,123             |

10000 (Number of Trials in Sample)  
 0.7946 (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                      | 0          | 0         | 0                | 0  | 0                    |
| 75                      | 1,801      | 843       | 87               | 4,029                                      | 866                  |
| 70                      | 3,936      | 1,852     | 153              | 8,816                                      | 2,038                |
| 65                      | 6,273      | 3,013     | 264              | 14,197                                     | 2,639                |
| 60                      | 8,728      | 4,141     | 310              | 19,354                                     | 4,679                |
| 55                      | 11,802     | 5,650     | 436              | 26,198                                     | 5,929                |
| 50                      | 14,999     | 7,261     | 574              | 33,208                                     | 7,054                |
| 45                      | 18,736     | 9,102     | 610              | 42,057                                     | 8,664                |
| 40                      | 23,237     | 11,078    | 862              | 51,242                                     | 12,243               |
| 35                      | 28,160     | 13,478    | 1,058            | 63,485                                     | 13,083               |
| 30                      | 34,760     | 17,227    | 1,305            | 74,273                                     | 16,928               |
| 25                      | 42,460     | 20,763    | 1,560            | 90,670                                     | 22,502               |
| 20                      | 51,712     | 25,899    | 1,949            | 110,100                                    | 24,022               |
| 15                      | 64,317     | 31,275    | 2,185            | 143,620                                    | 29,799               |
| 10                      | 82,871     | 39,482    | 3,207            | 183,380                                    | 42,444               |
| 8                       | 92,782     | 43,497    | 3,802            | 205,080                                    | 50,536               |
| 6                       | 107,500    | 53,390    | 3,386            | 226,310                                    | 58,734               |
| 5                       | 116,730    | 55,651    | 4,136            | 259,680                                    | 60,371               |
| 4                       | 126,670    | 62,146    | 4,961            | 266,510                                    | 68,206               |
| 2                       | 160,260    | 76,801    | 6,840            | 347,440                                    | 83,140               |
| 1                       | 200,030    | 99,268    | 7,547            | 407,280                                    | 116,580              |
| 0.1                     | 376,630    | 259,270   | 13,403           | 501,310                                    | 82,941               |
| 0.01                    | 459,070    | 220,980   | 9,179            | 637,650                                    | 648,840              |
| 0.001                   | 528,510    | 309,310   | 23,557           | 469,070                                    | 630,430              |

**Table 5.** Assessment results by commodity for Beaufort Sea play 1, 1006 assessment.

| Basin: BEAUFORT SHELF<br>Play 01 - Undeformed Pre-Miss. Basement<br>UAI Key: AAAAAABAC |             |             |            | Model Simulation "Pools" Reported by "Fieldsize.out" GRASP Module |               |                   |                  |          |          |                  |     |                |     |                |          |                  |     |                                  |            |                |                  |
|--|-------------|-------------|------------|---|---------------|-------------------|------------------|----------|----------|------------------|-----|----------------|-----|----------------|----------|------------------|-----|----------------------------------|------------|----------------|------------------|
| 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      | 786        | 2.124611  | 0.0786        | 0.098905          | 786              | 0        | 0        | 1                | 2   | 0              | 0   | 0              | 0        | 1                | 2   | 0.031278                         | 0.062445   | 36.488622      | 46.423182        |
| 2  | 0.0625      | 0.125       | 1583       | 4.278956  | 0.1583        | 0.199195          | 1583             | 0        | 0        | 1                | 3   | 0              | 0   | 0              | 0        | 1                | 3   | 0.062572                         | 0.124977   | 148.365104     | 93.724005        |
| 3  | 0.125       | 0.25        | 2561       | 6.922557  | 0.2561        | 0.322226          | 2561             | 0        | 0        | 1                | 4   | 0              | 0   | 0              | 0        | 1                | 4   | 0.125051                         | 0.249918   | 473.413125     | 184.854791       |
| 4  | 0.25        | 0.5         | 3800       | 10.271658   | 0.38          | 0.478168          | 3800             | 0        | 0        | 1                | 4   | 0              | 0   | 0              | 0        | 1                | 4   | 0.250051                         | 0.499992   | 1385.506000    | 364.606857       |
| 5  | 0.5         | 1           | 4751       | 12.842276   | 0.4751        | 0.597836          | 4751             | 0        | 0        | 1                | 6   | 0              | 0   | 0              | 0        | 1                | 6   | 0.500213                         | 0.999859   | 3473.318000    | 731.070936       |
| 6  | 1           | 2           | 5103       | 13.793756   | 0.5103        | 0.642129          | 5103             | 0        | 0        | 1                | 5   | 0              | 0   | 0              | 0        | 1                | 5   | 1.000059                         | 1.999977   | 7372.056000    | 1.444651         |
| 7  | 2           | 4           | 4837       | 13.074739   | 0.4837        | 0.608657          | 4837             | 0        | 0        | 1                | 4   | 0              | 0   | 0              | 0        | 1                | 4   | 2.000507                         | 3.999790   | 13900.604000   | 2.873807         |
| 8  | 4           | 8           | 4263       | 11.523179   | 0.4263        | 0.536429          | 4263             | 0        | 0        | 1                | 5   | 0              | 0   | 0              | 0        | 1                | 5   | 4.000509                         | 7.997747   | 24362.191000   | 5.714799         |
| 9  | 8           | 16          | 3406       | 9.206665  | 0.3406        | 0.428589          | 3406             | 0        | 0        | 1                | 4   | 0              | 0   | 0              | 0        | 1                | 4   | 8.001239                         | 15.999116  | 38297.436000   | 11.244109        |
| 10   | 16          | 32          | 2589       | 6.998243  | 0.2589        | 0.325783          | 2589             | 0        | 0        | 1                | 4   | 0              | 0   | 0              | 0        | 1                | 4   | 16.003245                        | 31.980475  | 58427.160000   | 22.567463        |
| 11   | 32          | 64          | 1618       | 4.373564  | 0.1618        | 0.203599          | 1618             | 0        | 0        | 1                | 4   | 0              | 0   | 0              | 0        | 1                | 4   | 32.001797                        | 63.997565  | 72337.630000   | 44.708054        |
| 12   | 64          | 128         | 699        | 1.889444  | 0.0699        | 0.087958          | 699              | 0        | 0        | 1                | 2   | 0              | 0   | 0              | 0        | 1                | 2   | 64.024015                        | 127.984451 | 60889.435000   | 87.109352        |
| 13   | 128         | 256         | 129        | 0.348696  | 0.0129        | 0.016233          | 129              | 0        | 0        | 1                | 2   | 0              | 0   | 0              | 0        | 1                | 2   | 128.419014                       | 249.137876 | 21674.891000   | 168.022415       |
| 14   | 256         | 512         | 16         | 0.043249  | 0.0016        | 0.002013          | 16               | 0        | 0        | 1                | 1   | 0              | 0   | 0              | 0        | 1                | 1   | 260.092719                       | 440.254849 | 5628.708000    | 351.794250       |
| 15   | 512         | 1024        | 0          | 0   | 0             | 0                 | 0                | 0        | 0        | 0                | 0   | 0              | 0   | 0              | 0        | 0                | 0   | 0.000000                         | 0.000000   | 0.000000       | 0.000000         |
| 16   | 1024        | 2048        | 0          | 0   | 0             | 0                 | 0                | 0        | 0        | 0                | 0   | 0              | 0   | 0              | 0        | 0                | 0   | 0.000000                         | 0.000000   | 0.000000       | 0.000000         |
| 17   | 2048        | 4096        | 0          | 0   | 0             | 0                 | 0                | 0        | 0        | 0                | 0   | 0              | 0   | 0              | 0        | 0                | 0   | 0.000000                         | 0.000000   | 0.000000       | 0.000000         |
| 18   | 4096        | 8192        | 0          | 0   | 0             | 0                 | 0                | 0        | 0        | 0                | 0   | 0              | 0   | 0              | 0        | 0                | 0   | 0.000000                         | 0.000000   | 0.000000       | 0.000000         |
| 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   | 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 Classified   |             |             | 854        | 2.30842   | 0.0854        | 0.107462          | Below Class      |          | 854      | 0                | 0   | Below Class    |     | 0.000014       | 0.031220 | 13.715989        |     | 16.060878                        |            |                |                  |
| Totals   |             |             | 36995      | 99.999992   | 3.6995        | 4.655216          | Above Class      |          | 0        | 0                | 0   | Above Class    |     | 0.000000       | 0.000000 | 0.000000         |     | 0.000000                         |            |                |                  |

|                                     |  |   |
|-------------------------------------|--|---|
| Number of Pools not Classified: 854 | 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: 854  |  |   |
| Number of Trials with Pools: 7947   |  |   |

**Table 6.** Statistics for simulation pools created in computer sampling run for Beaufort Sea play 1, 2006 assessment.

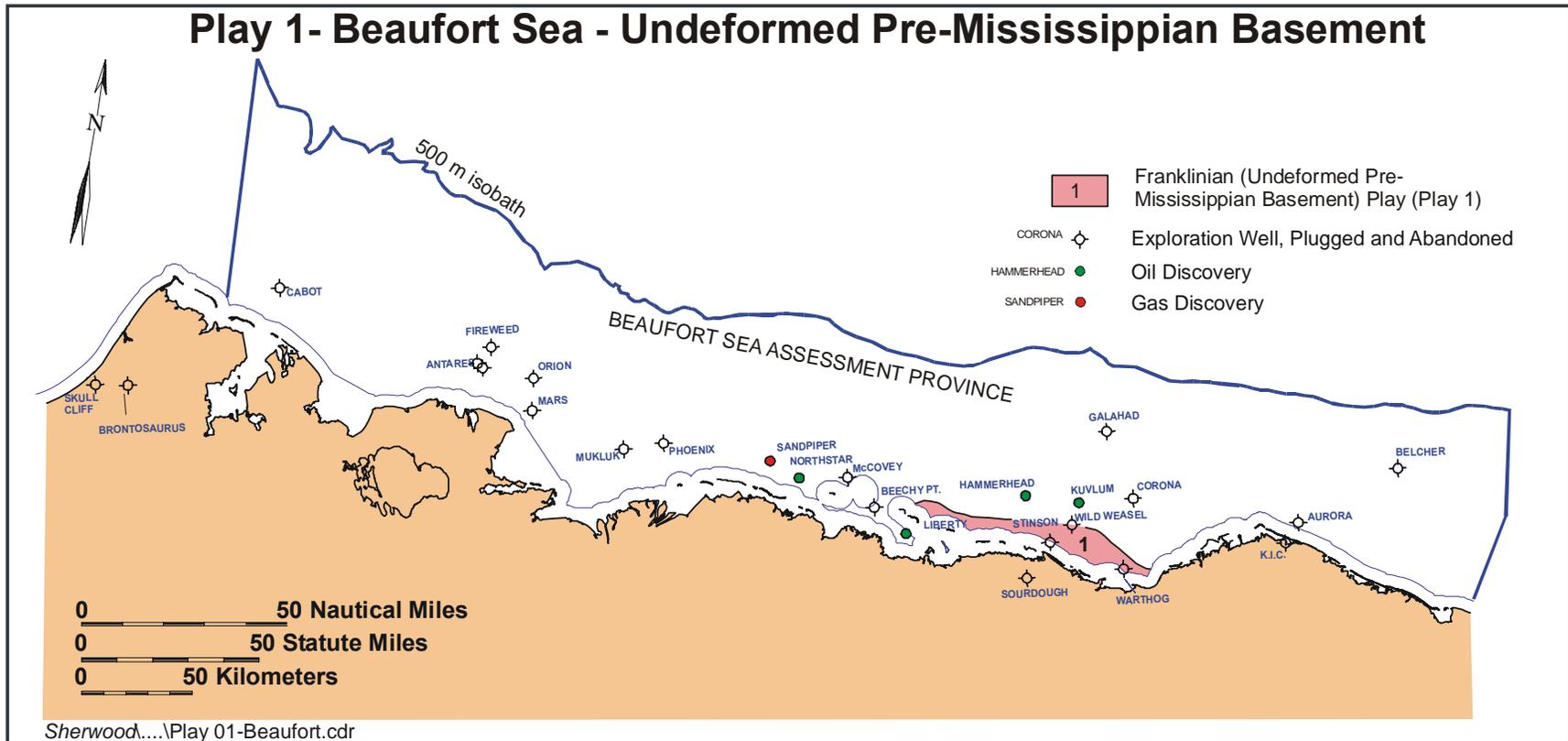


Figure 1. Map location of Beaufort Sea play 1, 2006 assessment.