THE FOSSIL OIL COMPANY: Fossil Oil has one of the last remaining producing leases in the famous Cooley Field (Ft. Bend County, TX) discovered and developed by ConocoPhillips. Fossil management is seeking oil industry participants in drilling a new 13,500' proven undeveloped (PUD) offset as well as plug back and perforate behind pipe proven undeveloped reserves in an existing deep Wilcox well on the same lease.

PROSPECT: This Muehr #2 well is a 13,500' development well to be drilled in the western fault block of the Cooley Field and is a direct offset to and contiguous with ConocoPhillips Gallia Gas Unit. The Gallia #1 and #2 wells drilled in the mid-1990's are approximately 4,300' to the northeast from the Muehr #2 location (130 acre tract). The Gallia #1 (drilled 1994) has produced 19.8 Billion cubic feet of gas (Bcfg) and 364,000 Barrels of Condensate (BC) from the Lower Meek sand (12,900') and still producing 1.5 Million Cubic Feet of gas (MMcfd) and 20 (BC) per day. The Gallia #2 (drilled 1996) has produced 6.0 (Bcfg) and 120,000 (BC) from the Meek sand (12,500'). These are the same primary target sands in the Muehr #2 well. Based on 3D seismic and subsurface geology, Fossil Oil's team of consultants believe that the Meek and Lower Meek sand sections can be drilled into the downthrown side of Fault F discovering comparable reservoir quality sands to the ConocoPhillips Gallia #1 and #2 wells.

RECOVERABLE RESERVES: Based on prior production, wells in the Cooley Field drain their own elliptical NE-SW oriented frac pattern of 120 - 280 acres or less. Thus, total estimated ultimate recoverable reserves (EUR) (Meek, Lower Meek, Upper Wilcox sands) for the Muehr #2 are 12 Billion cubic feet of gas (Bcfg) and 240,000 Barrels of Condensate (BC) based on only 160 acres drainage. We expect initial production rates (IP) to range 4 - 7 (MMcfd) and 80 - 140 (BC) daily. Fossil engineers estimate an additional 1.6 BCF gas and 62,000 barrel of oil will be recovered from the existing wells on the Muehr property.
Fossil Oil Company, L.L.C.

Cooley Field "Wilcox" Prospect
Fort Bend County, Texas

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