



Marjorie Miller <marjiemiller@gmail.com>

Water, oil or gas scenarios spreadsheet for Alan

2 messages

Marjorie Miller <marjiemiller@gmail.com>

Mon, Aug 25, 2008 at 6:12 PM

To: wayne@waynegrnquist.com, ecologicalal@gmail.com

Bcc: Marjie <marjiemiller@gmail.com>

hey Wayne,

Great talking to you and getting e-connected! Here's the spreadsheet I did up for the Water, Oil or Gas possible financial scenarios for Alan and Sylvia. We'll stop by Sylvia's tonite and if she's not there, we'll leave a note with your card stapled to it, asking her to call you or Alan if she needs to reschedule the appointment at 1pm tomorrow, to

- 1) get notarized signatures on the oil lease
- 2) get the status/info on the CPA/taxes for the Trust from Sylvia

See you then,

Marjie :)

**oil lease computations for Alan.xls**

18K

Marjorie Miller <marjiemiller@gmail.com>

Tue, Aug 26, 2008 at 9:57 AM

To: wayne@waynegrnquist.com, ecologicalal@gmail.com, vjmarsico@sbcglobal.net

Bcc: Marjie <marjiemiller@gmail.com>

hey Wayne, Vic and Brian,

Alan stopped by Sylvia's last night with a copy of this email and spreadsheet, and everything's a go for 1pm today. We are picking up Sylvia at 12:30 on our way to Wayne's office.

Vic, I couldn't find Brian's email in the paperwork. I did the "if Gas" part of the spreadsheet with Brian on the phone last week, which is what he said they think is there, and thought he'd like to see it. Please forward this to him.

The notarized paperwork should be on the way to you later today.

Marjie and Alan :)

[Quoted text hidden]

**oil lease computations for Alan.xls**

18K

Possible Oil lease scenarios - mcm 8/20/08										
1) if Water - signing bonus of \$6000 total, \$3000 each										
2) if Oil - (after Wayne and Vic, before Brian conversations)										
num barrels	price/barrel	total revenue	one fifth royalty	a quarter of a fifth	oil company revenue - royalties					
1	100	100	20	5	80					
10	100	1000	200	50	800					
100	100	10000	2000	500	8000					
1000	100	100000	20000	5000	80000					
10000	100	1000000	200000	50000	800000					
100000	100	10000000	2000000	500000	8000000 3 million to drill = 5 million to cover costs, failures and profit					
3) if Natural Gas - average for well that they went ahead and drilled on - produced for about 3 years average (with Brian Welch of Talon on phone - no website/private company)										
	Mcf = 1000 cc ft)		40/320 = one eighth of a fifth = 12.5% = one fortieth							
cc ft/day	\$ price/Mcf	total daily revenue	one fifth royalty	Alan+Sylvia/day	per month	per year	3 years	Total Alan	Total Sylvia	
1,000,000	8	8000	1600	200	6000	72000	216000	108,000	108,000	
		2920000	Talon/year total (365 drill days)					3,000	3,000	
		1,000,000	cost of well so far							
		1,920,000	after 1 year							
	about	3,000,000	/year -royalties-costs = profit		(with reduction as well is depleted)					
		600000	/year total royalties paid = one fifth							
		2,400,000	/year profit after costs							
	Talon total	\$9 million -1.8 million (royalties) - 3 million (3 wells?) = \$4 million (still must pay salaries and pipeline/to market costs)								
	Talon after royalties and wells =	1.3 million per year before salary/office rent/to market costs								
		must also cover previous and future failures/research time								