# LOUISIANA ENERGY

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## ¬ Highlights\_

### MAY 2013

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Featured Articles and Inserts Results of the Empower Louisiana Energy Efficiency and Conservation (EECBG) Block Grant) Program



Department of Natural Resources Stephen Chustz, Interim Secretary

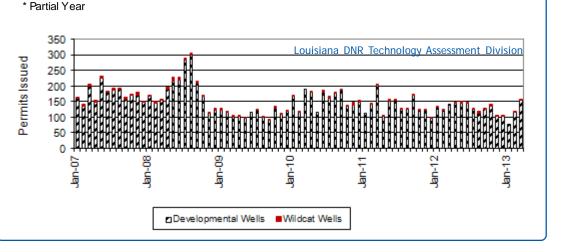
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Tel. (225) 342-1270 Fax. (225) 242-1397 Email: techasmt@la.gov www.dnr.louisiana.gov/tad Natural gas price futures for May 2013 settled at \$4.15 per MMBTU. The last time natural gas price futures settled above \$4 per MMBTU was 18 months ago. The May 2013 settlement price was more than double the May 2012 settlement price. There are signs that the \$4 per MMBTU price is crumbling as the cold spring comes to an end. The decline in gas-directed rigs has not helped to keep the gas price up. The Friday April 26, 2013 Baker Hughes' rig count reported a 13 rig decline, bringing the count to 366, because natural gas supply is still 1.2% higher than a year ago. The price of coal is also pushing gas prices down. If gas prices stay above \$4 per MMBTU a switch from gas to coal will occur in the power generation sector.

#### Oil and Gas Drilling Permits Issued by the State of Louisiana

Permits Issued								
							% Change	
Month	2008	2009	2010	2011	2012	2013	11/12	12/13
January	172	129	172	113	134	79		-41.04%
February	153	118	120	143	123	121		-1.63%
March	158	106	192	208	141	158		12.06%
April	198	108	183	107	147		37.38%	
May	228	97	118	159	152		-4.40%	
June	230	118	186	159	150		-5.66%	
July	292	123	169	128	129		0.78%	
August	308	105	182	131	119		-9.16%	
September	216	93	191	176	130		-26.14%	
October	172	135	139	125	143		14.40%	
November	117	113	148	128	107		-16.41%	
December	130	120	156	99	106		7.07%	
Year Average	198	114	163	140	132	119 <sup>*</sup>		
* 5 ( 1)/								



# Current Oil & Gas Data

Louisiana DNR Technology Assessment Division

PRODUCTION	NOV 12	OCT 12	SEP 12	NOV 11
LOUISIANA FEDERAL OFFSHORE (OCS)				
Crude Oil & Condensate <sup>C</sup> (MMB)	36 <sup>1</sup>	36 <sup>1</sup>	<b>30</b> <sup>1</sup>	34 <sup>1</sup>
Natural Gas & Casinghead <sup>C</sup> (BCF)	92 <sup>1</sup>	93 <sup>1</sup>	<b>79</b> <sup>1</sup>	101 <sup>1</sup>
THE UNITED STATES TOTAL				
Crude Oil & Condensate <sup>C</sup> (MMB)	210	214 <sup>2</sup>	196 <sup>2</sup>	180 <sup>2</sup>
Natural Gas & Casinghead <sup>C</sup> (BCF)	1,991	2,056 <sup>2</sup>	1,981 <sup>2</sup>	1,978 <sup>2</sup>
IMPORTS				
U.S. Crude Oil <sup>C</sup> (MMB)	243	251	251	262 <sup>2</sup>
U.S. Natural Gas <sup>C</sup> (BCF)	233	253 <sup>2</sup>	258	249 <sup>2</sup>
BAKER HUGHES RIG COUNTS				
U.S. Gas <sup>A</sup>	421	426	447	880
U.S. Oil <sup>A</sup>	1,315	1,407	1,409	1,125
U.S. Offshore <sup>A</sup>	51	49	51	37
U.S. Total <sup>A</sup>	1,809	1,834	1,859	2,011
PRICES				
CRUDE OIL (\$/barrel)				
OPEC Average <sup>C</sup> (F.O.B.)	95.94	101.29 <sup>2</sup>	105.05	108.16
U.S. Imports Average <sup>C</sup> (F.O.B.)	92.23	97.75	101.08	105.79
U.S. Wellhead Average <sup>C</sup>	89.65	92.25	95.98	100.18
Gulf OCS Wellhead Average <sup>C</sup>	102.72	104.53	105.69	111.53
State Severance Wellhead Average <sup>E</sup>	101.77	103.71	98.75	104.41
NATURAL GAS (\$/MCF)			0	
U.S. City Gates Average <sup>C</sup>	4.79	4.65 <sup>2</sup>	4.74 <sup>2</sup>	5.29 <sup>2</sup>
U.S. Imports Average <sup>C</sup> (F.O.B.)	3.98	3.12	2.64	3.58 <sup>2</sup>
U.S. Wellhead Average <sup>C</sup>	3.35	3.03	2.71	3.35
State Royalty Wellhead Average	3.51	3.28 <sup>2</sup>	2.79	3.47 <sup>2</sup>
NYMEX Henry Hub End of the Month Settle Gas Price <sup>B</sup> (\$/MMBTU)	3.47	3.02	2.63	3.52

#### Кеу

1	Estimated	MCF	Thousand Cubic Feet
2	Revised	MMB	Million Barrels
BCF	Billion Cubic Feet	NA	Not Available
BTU	British Thermal Unit	OCS	Outer Continental Shelf
F.O.B.	Free on Board	MMBTU	Million British Thermal Units

#### **Data Sources**

- Oil & Gas Journal Α
- Wall Street Journal
- В С U. S. Dept. of Energy
- D Natural Gas Week
- Е LA Dept of Revenue

Note: Unless otherwise specified, data is from the Louisiana Department of Natural Resources and excludes Federal OCS.

#### Note from the Editors

Louisiana Energy Facts is published monthly by the Louisiana Department of Natural Resources, Technology Assessment Division as a public service to individuals interested in Louisiana energy activities. Content includes recent oil, gas and other energy statistics and a brief analysis of current trends.

Louisiana Energy Facts articles provide insight and information on subjects of special interest to our readers, and may announce relevant, forthcoming publications.

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# 2012 Louisiana State Producing Oil Wells, By Production Rate

### OCS Wells Excluded

Louisiana DNR Technology Assessment Division

PRODUCTION BRACKET	NUMBER OF WELLS	TOTAL ANNUAL I	TOTAL ANNUAL PRODUCTION	
BARRELS/DAY	WELLS	BARRELS/YEAR	% TOTAL PRODUCTION	
Less than or equal 10	1,989	8,944,336	11.88%	
Between 10 - 15	834	3,622,249	4.81%	
Between 15 - 20	N/A	3,199,641	4.25%	
Between 20 - 30	659	5,619,973	7.47%	
Between 30 - 40	587	6,701,798	8.90%	
Between 40 - 50	228	3,414,848	4.54%	
Between 50 - 75	476	9,704,448	12.89%	
Between 75 - 100	N/A	5,122,447	6.81%	
Between 100 - 150	216	8,611,327	11.44%	
Between 150 - 200	73	4,351,104	5.78%	
Between 200 - 300	52	4,305,894	5.72%	
Between 300 - 500	28	3,781,517	5.02%	
Between 500 - 1,000	6	1,505,148	2.00%	
Between 1,000 - 2,000	N/A	338,385	0.45%	
Between 2,000 - 5,000	N/A	2,277,645	3.03%	
Over 5000	N/A	3,767,496	5.01%	

#### 2012 Louisiana State Producing Gas Wells, By Production Rate OCS Wells Excluded

Louisiana DNR Technology Assessment Division

PRODUCTION BRACKET	NUMBER C	FWELLS	TOTAL ANNUAL	PRODUCTION
MCF/DAY	WELLS	% TOTAL <u>WELLS</u>	MCF/YEAR	% TOTAL PRODUCTION
Less than or equal 50	10,291	51.73%	42,500,897	1.44%
Between 50 - 60	552	2.77%	10,010,010	0.34%
Between 60 - 70	470	2.36%	10,158,681	0.34%
Between 70 - 80	404	2.03%	9,959,466	0.34%
Between 80 - 90	447	2.25%	12,421,470	0.42%
Between 90 - 100	476	2.39%	14,953,058	0.51%
Between 100 - 250	3,407	17.13%	171,004,516	5.78%
Between 250 - 400	695	3.49%	76,655,298	2.59%
Between 400 - 800	695	3.49%	134,738,727	4.55%
Between 800 - 1,600	698	3.51%	270,111,436	9.13%
Between 1,600 - 3,200	869	4.37%	690,736,440	23.33%
Between 3,200 - 6,400	785	3.95%	1,151,778,229	38.91%
Between 6,400 - 12,800	87	0.44%	214,882,102	7.26%
Between 12,800 - 25,600	14	0.07%	83,994,844	2.84%
Over 25,600	4	0.02%	66,214,171	2.24%

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Quick Facts

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# MAY 2013

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		SPOT MARKET PRICES	Apr 13	Mar 13	Apr 12
	Oil and Gas Drilling Permits Issued by the	Louisiana Natural Gas <sup>D</sup> (\$/MMBTU)	4.08	3.64	1.96
	State of Louisiana	NYMEX Henry Hub Last Settle Gas Price <sup>B</sup> (\$/MMBTU)	3.98	3.43	2.19
	page 1	Light Louisiana Sweet Crude - St. James <sup>B</sup> (\$/Barrel)	105.42	112.97 <sup>2</sup>	122.51
	Current Oil & Gas Data	BAKER HUGHES RIG COUNTS	Mar 13	Feb 13	Mar 12
	page 2	North Louisiana <sup>A</sup>	25	23	51
	2012 Louisiana State Producing Oil Wells, by	South Louisiana Inland Waters <sup>A</sup>	20	17	19
	Production Rate page 3	South Louisiana Inland <sup>A</sup>	14	17	27
		Louisiana State Offshore	2	2	2
	2012 Louisiana State Producing Gas Wells, by	Louisiana Federal OCS Offshore	46	50	37
	Production Rate page 3	Total Louisiana <sup>A</sup> (OCS included)	107	109	136
		PRODUCTION (State Jurisdiction Only)	Mar 13	Feb 13	Mar 12
	Quick Facts page 4	Louisiana Crude Oil & Condensate (MMB)	6.6	6.4 <sup>2</sup>	6.3 <sup>2</sup>
	Featured Articles	Louisiana Natural Gas & Casinghead (BCF)	224.3	224.2 <sup>2</sup>	251.8 <sup>2</sup>
	and Inserts	DRILLING PERMITS (State Jurisdiction Only)	Mar 13	Feb 13	Mar 12
	Results of the Empower Louisiana Energy Efficiency	Total Louisiana Oil and Gas	158	121	141
	and Conservation (EECBG)	Louisiana Wildcats	1	4	0
	Block Grant) Program	Louisiana Offshore (Wildcats included)	5	5	6