Louisiana Department of Natural Resources OUISIANA

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Technology Assessment Division

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Featured Articles and Inserts AIA Top Ten Green Projects: Special No. 9 House



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Highlights_____

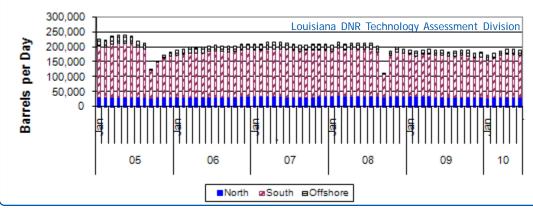
JULY 2010

The Louisiana average spot gas price is rising. The June 2010 average gas spot price was \$4.65 per MMBTU, almost a dollar higher than the average price for June 2009 (\$3.66 per MMBTU). The higher price is attributed to several factors, including the persistent hot weather across the U.S., a smaller buildup of gas in storage, and the drilling moratorium in the Gulf of Mexico. Also contributing to the higher gas price are oil prices above \$70 per barrel and the forecast of the Atlantic hurricane season being among the most active on record. The projected price for the near future is around \$5 per MMBTU. There is no expectation of a bullish market moving sharply higher, as it has in the past when a hurricane crosses the Gulf of Mexico producing areas, because shale gas production has overshadowed the Gulf of Mexico's gas production.

Louisiana Monthly Crude Oil & Condensate Production**, Excluding Federal OCS

Barrels/Day								
							% Cha	inge
Month	2005	2006	2007	2008	2009	2010	07/08	08/09
January	227,020 ²	191,403 ²	211,396 ²	206,289 ²	189,608 ²	174,207		-8.12%
February	224,032 ²	194,063 ²	211,535 ²	217,060 ²	185,806 ²	180,965 ¹		-2.61%
March	238,229 ²	199,617 ²	216,410 ²	211,520 ²	191,545 ²	188,057 ¹		-1.82%
April	241,172 ²	198,347 ²	215,932 ²	213,395 ²	194,727 ²	194,966 ¹		0.12%
May	240,472 2	200,882 ²	216,029 2	213,282 ²	191,586 ²	195,193 ¹		1.88%
June	236,138 ²	204,915 ²	213,197 ²	213,202 ²	190,466 ²	191,298 ¹		0.44%
July	222,443 ²	205,772 ²	210,657 ²	214,383 ²	185,432 ²		-13.50%	
August	214,361 ²	205,340 ²	206,806 ²	203,585 ²	187,005 ²		-8.14%	
September	126,642 ²	204,234 ²	208,868 ²	113,199 ²	191,456 ²		69.13%	
October	153,091 ²	204,031 ²	211,505 ²	186,136 ²	190,489 ²		2.34%	
November	174,021 ²	210,242 ²	210,975 ²	199,040 ²	180,706 ²		-9.21%	
December	183,413 ²	212,452 2	211,340 ²	194,496 ²	183,405 ²		-5.70%	
Year Average	206,753 ²	202,608 ²	212,054 2	198,799 ²	188,519 ²	187,447 *		
* Partial Year								

^{**}All data are revised; see July 2001 statistic changes explanation



Current Oil & Gas Data

Louisiana DNR Technology Assessment Division

PRODUCTION	JAN 10	DEC 09	NOV 09	JAN 09
LOUISIANA FEDERAL OFFSHORE (OCS)				
Crude Oil & Condensate ^C (MMB)	46 ¹	48 ¹	44 1	35 ¹
Natural Gas & Casinghead ^C (BCF)	142 ¹	145 ¹	139 ¹	135 ¹
THE UNITED STATES TOTAL				
Crude Oil & Condensate ^C (MMB)	168	169	164	163
Natural Gas & Casinghead C (BCF)	1,792	1,760 ²	1,719 ²	1,792 ²
IMPORTS				
U.S. Crude Oil ^C (MMB)	262	252	261	305
U.S. Natural Gas ^C (BCF)	382	349 ²	295 ²	360
BAKER HUGHES RIG COUNTS				
U.S. Gas ^A	822	758	734	1,215
U.S. Oil ^A	433	404	362	328
U.S. Offshore ^A	42	37	36	66
U.S. Total ^A	1,267	1,172	1,107	1,553
PRICES				
CRUDE OIL (\$/barrel)				
OPEC Average ^C (F.O.B.)	73.42	72.48 ²	73.60	37.60
U.S. Imports Average ^C (F.O.B.)	72.96	71.24 ²	73.16	36.86 ²
U.S. Wellhead Average ^C	72.89	70.53	71.98	35.00
Gulf OCS Wellhead Average ^C	73.91	74.77	71.74	39.16
State Severance Wellhead Average ^E	69.72	64.36	63.33	58.12
NATURAL GAS (\$/MCF)				
U.S. City Gates Average ^C	6.83	6.23^{-2}	6.33	7.98 ²
U.S. Imports Average ^C (F.O.B.)	5.96	5.23	4.39 ²	6.18
U.S. Wellhead Average ^C	5.14	4.44	3.64	5.15
State Royalty Wellhead Average	5.87	5.03	4.26 ²	5.89 ²
NYMEX Henry Hub End of the Month Settle Gas Price ^B (\$/MMBTU)	5.81	4.49	4.29	6.14

Key	Data Sources
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1	Estimated	MCF	Thousand Cubic Feet	Α	Oil & Gas Journal	D	Natural Gas Week
2	Revised	MMB	Million Barrels	В	Wall Street Journal	E	LA Dept of Revenue
BCF	Billion Cubic Feet	N/A	Not Available	C	U. S. Dept. of Energy		
BTU	British Thermal Unit	ocs	Outer Continental Shelf				
F.O.B.	Free on Board	MMBTU	Million British Thermal Units	Note	: Unless otherwise specifi	ed, da	ata is from the Louisiana

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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Department of Natural Resources and excludes Federal OCS.

2009 Louisiana State Producing Oil Wells, By Production Rate OCS Wells Excluded

Louisiana DNR Technology Assessment Division

PRODUCTION BRACKET	NUMBER	OF WELLS	TOTAL ANNUAL PRODUCTION		
BARRELS/DAY	WELLS	% TOTAL WELLS	BARRELS/YEAR	% TOTAL PRODUCTION	
Less than or equal 10	18,032	86.57%	9,744,122	14.12%	
Between 10 - 15	657	3.15%	3,341,193	4.84%	
Between 15 - 20	461	2.21%	3,324,661	4.82%	
Between 20 - 30	545	2.62%	5,431,332	7.87%	
Between 30 - 40	204	0.98%	2,968,596	4.30%	
Between 40 - 50	183	0.88%	3,313,884	4.80%	
Between 50 - 75	304	1.46%	7,433,714	10.77%	
Between 75 - 100	144	0.69%	5,097,779	7.39%	
Between 100 - 150	133	0.64%	6,802,846	9.86%	
Between 150 - 200	47	0.23%	3,325,656	4.82%	
Between 200 - 300	61	0.29%	5,553,265	8.05%	
Between 300 - 500	44	0.21%	6,973,937	10.11%	
Between 500 - 1,000	12	0.06%	4,243,852	6.15%	
Between 1,000 - 2,000	1	0.00%	435,273	0.63%	
Between 2,000 - 5,000	1	0.00%	1,016,057	1.47%	
Over 5000	0	0.00%	0	0.00%	

2009 Louisiana State Producing Gas Wells, By Production Rate OCS Wells Excluded

Louisiana DNR Technology Assessment Division

PRODUCTION BRACKET	NUMBER OF WELLS		TOTAL ANNUAL PRODUCTION		
MCF/DAY	WELLS	% TOTAL WELLS	MCF/YEAR	% TOTAL PRODUCTION	
Less than or equal 50	11,880	62.22%	30,573,804	2.00%	
Between 50 - 60	499	2.62%	9,093,057	0.60%	
Between 60 - 70	421	2.20%	9,225,097	0.60%	
Between 70 - 80	328	1.72%	8,263,996	0.54%	
Between 80 - 90	273	1.43%	7,767,675	0.51%	
Between 90 - 100	298	1.56%	9,428,817	0.62%	
Between 100 - 250	2,491	13.05%	141,227,315	9.24%	
Between 250 - 400	1,164	6.10%	121,283,942	7.94%	
Between 400 - 800	916	4.80%	166,526,079	10.90%	
Between 800 - 1,600	329	1.72%	136,619,985	8.94%	
Between 1,600 - 3,200	241	1.26%	192,493,039	12.60%	
Between 3,200 - 6,400	178	0.93%	282,041,247	18.46%	
Between 6,400 - 12,800	59	0.31%	224,858,139	14.72%	
Between 12,800 - 25,600	12	0.06%	69,331,232	4.54%	
Over 25,600	5	0.03%	119,102,976	7.80%	

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Quick Facts

JULY 2010

Louisiana DNR Technology Assessment Division **SPOT MARKET PRICES** Jun 10 May 10 **Jun 09** Louisiana Natural Gas^D (\$/MMBTU) 4.09 4.65 3.66 NYMEX Henry Hub Last Settle Gas Price^B (\$/MMBTU) 3.95^{2} 4.16 4.27 Louisiana Sweet Crude - St. James^B (\$/Barrel) 78.87 79.73 71.15 **BAKER HUGHES RIG COUNTS** May 10 May 09 Apr 10 North Louisiana^A 140 140 77 South Louisiana Inland Waters^A 12 14 6 South Louisiana Inland^A 19 15 11 Louisiana State Offshore 2 3 2 Louisiana Federal OCS Offshore 45 40 42 Total Louisiana^A (OCS included) 213 215 ² 141 **PRODUCTION (State Jurisdiction Only)** May 10 Apr 10 May 09 6.3^{2} 6.0^{1} 5.8 ¹ Louisiana Crude Oil & Condensate (MMB) 125.2² Louisiana Natural Gas & Casinghead (BCF) 135.4 ¹ 129.1 ¹ **DRILLING PERMITS (State Jurisdiction Only)** May 09 May 10 Apr 10 Total Louisiana Oil and Gas 118 183 97 Louisiana Wildcats 0 1 1 2 Louisiana Offshore (Wildcats included) 4 1