WESTERN GULF OF MEXICO OCS LEASE SALE 210 (AUGUST 19, 2009)

PHASE 1 DECISION MATRIX

Attached herewith is the Phase 1 Decision Matrix for the Western Gulf of Mexico OCS Lease Sale 210, (August 19, 2009)

The Phase 1 bid evaluation criteria are:

- Rule A Accept the highest qualified bid on confirmed and wildcat tracts determined to be nonviable.
- Rule B Accept the highest qualified bid on viable confirmed and wildcat tracts receiving three or more qualified bids where the third highest such bid on the tract is at least 50 percent of the highest qualified bid and the high bid per acre ranks in the top 75 percent of high bids for all three-or-more-bid tracts that reside within a specified water depth category (i.e., <800 meters or >=800 meters).
- Rule I Invalid high bid deemed unacceptable during the adjudication process in accordance with notices/regulations available presale.
- The tract type indicators cited herein are:
 - DD Drainage or Development Tract
 - <u>CW</u> Confirmed or Wildcat Tracts

The adjusted number of bids indicators cited herein are:

- <u>AL</u> Anomalous bids include all but the highest bid submitted for a tract by the same company, parent or subsidiary (bidding alone or jointly). Such bids are excluded when applying the number of bids rule or any bid adequacy measure
- <u>IL</u> Illegal bids are those bids which do not comply with MMS regulations and the Notice of Sale. Any illegal high bid will be returned to the bidder.

The viable code indicators cited herein are:

- <u>NV</u> Nonviable tracts are those geographic or geologic configurations of hydrocarbons whose risk weighted most probable resource size is below the minimum economic field size for the relevant cost regime and anticipated future prices. The risk used is below the lowest level anticipated for any tract or prospect in the same cost regime.
 - V Viable Tracts

Sale Identifier: WESTERN GULF OF MEXICO

Sale Number: 210

Region Name: Gulf of Mexico OCS Region

Page 1 of 6

Sale Date: 19-AUG-2009

Sort Option: Lease Number

-	1	of Mexico OCS	_	Sort Option: Lease Number				
OCS NUMBER	AREA CODE	BLOCK NUMBER	\$ HIGH BID	VIABLE CODES	TRACT TYPE	ADJUSTED NUMBER OF	MANAGER '	S DECISION
(1)	(2)	(3)	(4)	(5)	(6)	BIDS (7)	Phase 1 Rule	REFER TO PHASE 2
G33388	PN	975	\$183,100.00) NV	CW	1	Rule A	
G33389	MU	805	\$555,555.00)		1		x
G33390	MU	806	\$150,555.00)		1		x
G33391	MU	831	\$477,774.00)		1		x
G33392	MU	A 133	\$177,500.00) NV	CW	1	Rule A	
G33393	MI	529	\$325,000.00) NV	CW	1	Rule A	
G33394	MI	607	\$317,000.00)		1		x
G33395	MI	616	\$317,000.00)		1		x
G33396	MI	617	\$1,017,000.00)		1		x
G33397	MI	638	\$150,555.00)		1		x
G33398	MI	700	\$456,000.00)		2		x
G33399	BA	A 19	\$210,210.00)		2		x
G33400	BA	A 20	\$275,000.00)		1		х
G33401	GA	212	\$151,210.00)		1		x
G33402	GA	213	\$126,210.00)		1		x
G33403	GA	240	\$234,500.00)		1		x
G33404	GA	256	\$155,400.00)		1		x
G33405	GA	257	\$202,300.00)		1		x
G33406	GA	A 43	\$156,210.00)		1		x
G33407	GA	A 133	\$165,210.00)		2		х
G33408	ні	88	\$480,000.00)		1		x
G33409	HI	131	\$1,131,000.00)		3		х
G33410	HI	208	\$158,021.00)		1		х
G33411	HI	262	\$307,777.00) NV	CW	1	Rule A	
G33412	HI	A 430	\$352,900.00) NV	CW	1	Rule A	
G33413	HI	A 363	\$261,162.00)		1		x
G33414	SX	18	\$124,000.00)		2		х
G33415	WC	469	\$257,700.00)		1		x
G33416	WC	472	\$257,700.00)		1		x

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Sale Identifier: WESTERN GULF OF MEXICO

Sale Number: 210

Region Name: Gulf of Mexico OCS Region

Page 2 of 6

Sale Date: 19-AUG-2009

Region Na	me: Gulf o	E Mexico OCS	Sort Option: Lease Number					
OCS	AREA	BLOCK		VIABLE	TRACT	ADJUSTED	MANAGER '	S DECISION
NUMBER	CODE (2)	NUMBER (3)	BID (4)	CODES	TYPE (6)	NUMBER OF BIDS (7)	Phase 1 Rule	REFER TO PHASE 2
G33417	WC	473	\$257,700.00)		1		x
G33418	WC	475	\$143,700.00)		1		x
G33419	WC	517	\$156,210.00)		1		x
G33420	WC	549	\$303,000.00	NV	CW	1	Rule A	
G33421	WC	566	\$146,100.00	NV	CW	1	Rule A	
G33422	EB	300	\$278,777.00)		1		х
G33423	EB	360	\$357,000.00)		1		х
G33424	EB	361	\$357,000.00)		1		х
G33425	EB	362	\$357,000.00)		1		х
G33426	EB	404	\$1,224,000.00)		1		х
G33427	EB	405	\$918,000.00)		1		х
G33428	EB	406	\$2,550,000.00)		1		х
G33429	EB	419	\$225,111.00	NV	CW	1	Rule A	
G33430	EB	425	\$231,019.00	NV	CW	1	Rule A	
G33431	EB	512	\$262,540.00)		1		х
G33432	EB	519	\$219,743.00	NV	CW	1	Rule A	
G33433	EB	681	\$223,843.00)		1		х
G33434	EB	682	\$303,843.00)		1		х
G33435	EB	729	\$2,249,351.00)		2		х
G33436	EB	730	\$301,003.00)		1		x
G33437	EB	732	\$229,500.00)		1		х
G33438	EB	766	\$303,843.00)		1		x
G33439	EB	767	\$253,843.00)		1		x
G33440	EB	771	\$306,000.00)		1		x
G33441	EB	774	\$401,990.00)		2		x
G33442	EB	788	\$355,500.00)		1		x
G33443	EB	810	\$253,843.00)		2		x
G33444	EB	849	\$253,843.00)		1		х
G33445	EB	850	\$303,843.00)		1		х

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UNCLASSIFIED

Sale Identifier: WESTERN GULF OF MEXICO

Sale Number: 210

Region Name: Gulf of Mexico OCS Regio

Page 3 of 6

Sale Date: 19-AUG-2009

Sort Option: Lease Numb

Region Na	me: Gulf o	f Mexico OCS	Sort Option: Lease Number					
OCS	AREA	BLOCK		VIABLE	TRACT	ADJUSTED	MANAGER '	S DECISION
NUMBER	CODE	NUMBER	BID	CODES	TYPE	NUMBER OF		
(1)	(2)	(3)	(4)	(5)	(6)	BIDS (7)	Phase 1 Rule	REFER TO PHASE 2
G33446	EB	851	\$353,843.00)		2		x
G33447	EB	852	\$765,000.00)		2		x
G33448	EB	857	\$219,843.00)		1		x
G33449	EB	858	\$353,843.00)		1		x
G33450	EB	859	\$229,500.00)		1		x
G33451	EB	868	\$253,843.00	NV	CW	1	Rule A	
G33452	EB	875	\$2,933,843.00)		3		x
G33453	EB	876	\$933,843.00	1		3		х
G33454	EB	894	\$253,843.00)		1		x
G33455	EB	895	\$353,843.00)		2		х
G33456	EB	896	\$765,000.00)		2		х
G33457	EB	897	\$765,000.00)		2		х
G33458	EB	898	\$765,000.00)		1		х
G33459	EB	902	\$229,500.00	1		2		х
G33460	EB	912	\$353,843.00	NV	CW	1	Rule A	
G33461	EB	938	\$253,843.00	1		1		х
G33462	EB	941	\$306,000.00	1		1		x
G33463	EB	942	\$306,000.00	1		1		х
G33464	EB	944	\$306,000.00)		1		x
G33465	GB	448	\$1,415,200.00)		1		x
G33466	GB	574	\$1,415,200.00)		1		x
G33467	GB	841	\$1,933,843.00)		2		x
G33468	GB	887	\$253,843.00)		1		x
G33469	GB	931	\$933,843.00)		2		x
G33470	AC	71	\$510,000.00	NV	CW	1	Rule A	
G33471	AC	72	\$306,000.00	NV	CW	1	Rule A	
G33472	AC	100	\$253,843.00	NV	CW	1	Rule A	
G33473	AC	101	\$223,843.00	NV	CW	1	Rule A	
G33474	AC	120	\$306,000.00	1		1		х

* * * * * * UNCLASSIFIED

Sale Identifier: WESTERN GULF OF MEXICO

Sale Number: 210

Region Name: Gulf of Mexico OCS Regio

Page 4 of 6

Sale Date: 19-AUG-2009

Sort Option: Lease Numb

Region Na	me: Gulf o	f Mexico OCS	Sort Option: Lease Number					
OCS	AREA	BLOCK	\$ HIGH	VIABLE	TRACT	ADJUSTED	MANAGER '	S DECISION
NUMBER	CODE (2)	NUMBER (3)	BID (4)	CODES	TYPE (6)	NUMBER OF BIDS (7)	Phase 1 Rule	REFER TO PHASE 2
G33475	AC	144	\$253,843.00) NV	CW	1	Rule A	
G33476	AC	162	\$562,500.00)		1		x
G33477	AC	163	\$562,500.00)		1		x
G33478	AC	183	\$250,529.00)		1		x
G33479	AC	185	\$250,529.00)		1		x
G33480	AC	205	\$562,500.00)		1		x
G33481	AC	206	\$562,500.00)		1		x
G33482	AC	207	\$562,500.00)		1		x
G33483	AC	208	\$562,500.00)		1		x
G33484	AC	214	\$380,500.00)		2		x
G33485	AC	222	\$221,711.00) NV	CW	1	Rule A	
G33486	AC	227	\$250,529.00)		1		x
G33487	AC	228	\$250,529.00)		1		x
G33488	AC	229	\$250,529.00)		1		x
G33489	AC	238	\$221,711.00) NV	CW	1	Rule A	
G33490	AC	249	\$562,500.00)		1		x
G33491	AC	250	\$562,500.00)		1		x
G33492	AC	251	\$562,500.00)		1		x
G33493	AC	252	\$562,500.00)		1		x
G33494	AC	259	\$380,500.00)		1		x
G33495	AC	266	\$221,711.00) NV	CW	1	Rule A	
G33496	AC	272	\$250,529.00)		1		x
G33497	AC	273	\$250,529.00)		1		х
G33498	AC	274	\$250,529.00)		1		х
G33499	AC	294	\$562,500.00)		1		х
G33500	AC	295	\$562,500.00)		1		х
G33501	AC	317	\$250,529.00)		1		х
G33502	AC	318	\$250,529.00)		1		х
G33503	AC	339	\$562,500.00)		1		х

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Sale Identifier: WESTERN GULF OF MEXICO

Sale Number: 210

Region Name: Gulf of Mexico OCS Region

Page 5 of 6

Sale Date: 19-AUG-2009

Sort Option. Lease Numb

Region Na	me: Gulf of	f Mexico OCS	Sort Option: Lease Number					
OCS	AREA	BLOCK			TRACT	ADJUSTED	MANAGER '	S DECISION
NUMBER	CODE (2)	NUMBER (3)	BID (4)	CODES	TYPE (6)	NUMBER OF BIDS (7)	Phase 1 Rule	REFER TO PHASE 2
G33504	AC	359	\$217,620.00)		1		x
G33505	AC	360	\$217,620.00)		1		x
G33506	AC	362	\$311,919.00)		1		x
G33507	AC	403	\$217,620.00)		1		x
G33508	AC	404	\$217,620.00)		1		x
G33509	AC	405	\$653,919.00)		1		x
G33510	AC	449	\$385,227.00)		1		x
G33511	AC	450	\$385,227.00)		1		x
G33512	AC	451	\$385,227.00)		1		x
G33513	AC	476	\$3,060,000.00)		1		x
G33514	AC	493	\$385,227.00)		1		x
G33515	AC	494	\$385,227.00)		1		x
G33516	AC	495	\$385,227.00)		1		x
G33517	AC	498	\$251,711.00)		1		x
G33518	AC	538	\$385,227.00)		1		x
G33519	AC	539	\$385,227.00)		1		x
G33520	AC	540	\$385,227.00)		1		x
G33521	AC	543	\$562,543.00)		1		x
G33522	AC	583	\$385,227.00)		1		x
G33523	AC	584	\$385,227.00)		1		x
G33524	AC	774	\$1,462,076.00)		2		x
G33525	AC	779	\$603,142.00)		1		x
G33526	AC	822	\$603,142.00)		1		х
G33527	AC	823	\$293,142.00)		1		х
G33528	AC	903	\$377,777.00)		1		х
G33529	AC	904	\$337,111.00)		1		х
G33530	AC	947	\$355,555.00)		1		х
G33531	KC	96	\$28,133,843.00)		3		х
G33532	KC	180	\$5,133,843.00)		2		х

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Region Name: Gulf of Mexico OCS Region

Page 6 of 6

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Region Nam	Region Name: Gulf of Mexico OCS Region Sort Option: Lease Number									
OCS	AREA	BLOCK	\$ HIGH	VIABLE	TRACT	ADJUSTED	MANAGER'S DECISION			
NUMBER	CODE (2)	NUMBER	BID (4)	CODES (5)	TYPE (6)	NUMBER OF BIDS (7)	Phase 1 Rule	REFER TO PHASE 2		
G33533	KC	181	\$255,000.00	0		1		x		
G33534	KC	189	\$303,843.00	D		1		x		
G33535	KC	190	\$783,843.00	D		1		x		
G33536	KC	222	\$322,000.00	0		1		x		
G33537	KC	223	\$9,122,000.00	0		2		x		
G33538	KC	309	\$278,000.00	0		1		x		
G33539	KC	310	\$278,000.00	0		1		x		
G33540	KC	492	\$253,843.00	0		1		x		
G33541	KC	493	\$553,843.00	0		1		x		
G33542	KC	579	\$253,843.00	0		1		x		
G33543	KC	796	\$219,843.00	כ		1		x		
G33544	KC	938	\$253,843.00	כ		1		x		
G33545	KC	939	\$753,843.00	0		1		x		
G33546	KC	940	\$253,843.00	0		1		х		
G33547	KC	982	\$253,843.00	0		1		х		
G33548	KC	983	\$1,133,843.00	0		1		x		
G33549	KC	984	\$333,843.00	D		1		x		