Thank you all, SPEE Directors and Officers, committee members and members, for your significant contribution to our organization. It was an honor and a privilege to know and work with you.

The first Board of Directors meeting in 2002 will be held on January 21 in Houston, Texas. Your new SPEE Officers will be elected by the Board of Directors, including our newly elected Directors: Bernie Brauer, Andy Fair and Jim Haag.

Congratulations and best wishes to the new Directors and Officers.

As our SPEE organization moves forward under the 2002 incoming leaders, I challenge and encourage each of you to step forward and participate in chapter activities. Volunteer and join your fellow members. You will be pleasantly surprised at the benefits received, and that volunteering will more than repay any effort involved. There are so many advantages to be gained and enjoyed; please don’t miss out on them.

The Year 2001 in Review

SPEE activities included:

♦ SPEE’s booth and continental breakfast at the Dallas HEEES conference offered the meeting attendees the opportunity to learn about and become SPEE members.

♦ The SPEE/SEC meeting organized by Ron Harrell and the Houston Chapter was successful and well attended. We encourage chapters to develop and carry out other special projects such as the successful SPEE/SEC meeting.

♦ Our annual meeting in San Diego, California, was regarded by many as one of our best. At the business session, important projects were reported on and approved, included the REPs (Recommended Engineering Practices) program organized by Dan Olds and John Wright.

♦ Acting upon recommendations by the Ad Hoc Committee on Membership, improvements were approved by the Annual Meeting attendees at the business session. Articles IV and V of the By Laws were amended providing, among other things, that all important proposed issues will be voted upon by all SPEE members. Our total membership now is 353 members.

♦ At the annual meeting Tim Smith presented a modernized and more complete annual Survey of Economics Parameters report, which is now included on a CD together with all past annual Surveys of Economics Parameters.

♦ Qualifications Committee Chairman Charles Gleason has implemented improvements to speed up the time for new membership acceptance including a much improved application form.

♦ Under Russ Long’s leadership, the long-awaited Fair Market Value document will be presented to membership at the Park City, Utah, annual meeting in June 2002.

♦ The Park City, Utah, meeting, which will be another great event, is being planned and organized by Mark Doering. Please start making your plans to attend now.

♦ SPEE’s financial situation remains in satisfactory shape.

Again, my thanks to our officers and members. It has been a rewarding experience and great pleasure to serve as your president.

Best wishes for a peaceful and prosperous New Year.

J. D. Hughes
SPEE Officers, Board of Directors 2001

Officers
President .................................................. J.D. Hughes (Austin)
Vice President .............................................. Marilyn Wilson (Houston)
Secretary/Treasurer ........................................ Mark A. Doering (Dallas)
Past President .............................................. Richard J. Miller (California)

Directors
M. Fred Duewall (Dallas) Charles W. Gleeson (Midland)
G. Michael Harper (Fort Worth) Robin B. LeBlu (Tulsa)
Robert A. Odd (Calgary) Larry T. Nelms (Denver)
Daniel Olds (Houston)

Committee Chairmen
Evaluation Parameters Survey ........................................ S. Tim Smith
Fair Market Value .................................................. D. Russell Long
Gas Imbalance ..................................................... R. Curtis Phillips
Grievance .......................................................... Florence Hughes
Internet ............................................................. David K. Gold
Membership ......................................................... Daniel R. Olds
Newsletter Coordinator ......................................... Fred Goldsberry
Past Presidents Council ......................................... Gene B. Wiggins, III
Qualifications ....................................................... Charles W. Gleeson
Reserve Definitions ............................................... R. Ronald Harrell

Individual Appointments
Annual Meeting Advanced Planning ........................................ Richard J. Miller
Chapter Coordinator ................................................. N. James Wilde
Communications Director ............................................. M. Fred Duewall
Directory ........................................................... John Thibeaux
Production Tax Summary .............................................. Charles G. Massey
Professional and Public Affairs ........................................ Dave Cox
Historian ............................................................. Herbert Poyner
Liaison Representative on SPE ........................................ D. Ronald Harrell

Chapter Officers - 2002

Calgary
Chairman .................................................. Keith Brown
Vice-Chairman ............................................. Frank Molyneaux
Secretary/Treasurer ........................................ Barry Ashton
Membership Coordinator ........................................... David Tutt
(3rd Tuesday of each month except June/July/August)

California
Chairman .................................................. Mike Starzer
Vice Chairman ................................................ Robert Mannon
Secretary/Treasurer ........................................ Barry Evans

Central Texas
Chairman .................................................. Rick Johnston
Program Chairman .......................................... Michael Horne
Co-Membership .................................................. Austin
San Antonio ..................................................... Wayman Gore
San Antonio ..................................................... Paul Cleveringer
Secretary/Treasurer ........................................ Cary McGregor
(Quarterly - Austin Country Club)

Dallas
Chairman .................................................. Dean Eiland
Vice Chairman ................................................ Mark Nieberding
Secretary/Treasurer ........................................ Ron Wade
Membership Chairman .......................................... Ed Butler
(Bimonthly - September through May - Dallas Petroleum Club)

Denver
Chairman .................................................. Richard George
Program ........................................................... Scott H. Stinson
Secretary/Treasurer ........................................ Wally O'Connell
Membership ..................................................... Greg Wilcox
(2nd Wednesday of first month of each quarter
Hershner Room - One Norwest Center)

Houston
Chairman .................................................. Harry Saul
Vice Chairman ................................................ Charles Nelson
Secretary/Treasurer ........................................ Sam Singler
Program Chairman ........................................... Tom Gardner
(1st Wednesday of each month - Petroleum Club)

Midland
Chairman .................................................. Marshall Watson
Vice Chairman ................................................ Paul H. Davis
Treasurer ......................................................... Robert Dimit
Membership ...................................................... Bill Huck
(Bimonthly)

New Orleans
Chairman .................................................. Dennis Jordan
Vice Chairman ................................................ Jim Hubbard
Secretary/Treasurer ........................................ Jim Hubbard
(3rd Wednesday of each month)

Oklahoma City
Chairman .................................................. M. Dale Smith
Vice Chairman ................................................ Dean Sergent
Program ........................................................... Bruce Heath
Secretary/Treasurer ........................................ Fletcher Lewis
(Every odd-numbered month)

Tulsa
Chairman .................................................. Jerry Russell
Vice Chairmen ................................................ Richard Banks
Programs .......................................................... Bruce R. Randall
Membership ...................................................... Robin LeBlu
(1st Tuesday of each month - Petroleum Club)

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Houston, Texas 77002
713-651-1639
fax 713-951-9659
www.spee.org

The SPEE Newsletter is a quarterly publication of the Society of Professional Evaluation Engineers. News items, correspondence, address changes and advertising inquiries should be directed to SPEE headquarters in Houston, Texas.
# Membership Applicants

The following member applicants have been processed by the Qualifications Committee. The bylaws require that their names be presented to the membership for at least 30 days as a pre-membership requirement. Any member with an objection should address the objection to the Executive Committee (see bylaws regarding other important details) since the applications have already passed through the Qualifications Committee.

<table>
<thead>
<tr>
<th>APPLICANT</th>
<th>SPONSOR</th>
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<tbody>
<tr>
<td>BOWNS, LAURIE</td>
<td>Steve Balog</td>
<td>RICHARDS, JON ANTHONY</td>
<td>Cheryl Collarini</td>
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<tr>
<td>Pan Canadian Petroleum</td>
<td>Ken Crowther</td>
<td>Century Exploration</td>
<td>Jim Glanzer</td>
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<tr>
<td>150 - 5th Ave SW, Box 2850</td>
<td>David Elliott</td>
<td>3 Lakeway Center</td>
<td>Dennis Jordan</td>
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<td>Calgary, Alberta, Canada</td>
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<td>3838 N. Causeway Blvd., #2800</td>
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<td>DAVIS, JOHN NEWTON</td>
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<td>Metairie, Louisiana 70007</td>
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<td>Netherland, Sewell &amp; Assoc., Inc.</td>
<td>Bill Anderson</td>
<td>RUSSELL, BOYD</td>
<td>Bryan Emslie</td>
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<td>1601 Elm Street</td>
<td>Blair Garrett</td>
<td>Energy Navigator Inc.</td>
<td>Curtis LaBelle</td>
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<tr>
<td>Dallas, Texas 75201</td>
<td>Danny Simmons</td>
<td>Suite 2150 BUS3 255 5th Ave SW</td>
<td>Frank Molyneaux</td>
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<td>GRING, LARRY MARTIN</td>
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<td>Calgary, Alberta Canada</td>
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<td>Miller and Lents, Ltd.</td>
<td>Andy Merryman</td>
<td>SCOTT, STANLEY MONROE</td>
<td>Robert Burlingame</td>
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<td>1100 Louisiana, 27th Floor</td>
<td>Jim Patterson</td>
<td>Carbon Dynamics LLC</td>
<td>Gerald Russell</td>
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<tr>
<td>Houston, Texas 77002.5216</td>
<td>Charles Guiffey</td>
<td>Tulsa, Oklahoma</td>
<td>Richard B. Banks</td>
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<td>HERTZLER, JEROLD MAX</td>
<td>Gary Krieger</td>
<td>SEIDLE, JOHN PRENTIS (Jr. Member)</td>
<td>Dave Cox</td>
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<td>St. Mary Land &amp; Exploration Co.</td>
<td>Doug Lang</td>
<td>Sproule Associates, Inc.</td>
<td>Walt King</td>
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<tr>
<td>1776 Lincoln Street, Suite 1100</td>
<td>Doug York</td>
<td>1675 Broadway, Suite 1130</td>
<td>Leslie O'Connor</td>
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<tr>
<td>Denver, Colorado 80203-1080</td>
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<td>Denver, Colorado 80202</td>
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<td>JACOBSEN, JOHN CHRISTIAN</td>
<td>Bill Abernathy</td>
<td>SKOV, ARLE MASON</td>
<td>Chap Cronquist</td>
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<tr>
<td>7130 S. Lewis Avenue, Suite 700</td>
<td>Danny Simmons</td>
<td>1210 Shoreline Drive</td>
<td>Scott Hickman</td>
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<td>Tulsa, Oklahoma 74136</td>
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<td>Santa Barbara, CA 93109</td>
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<td>KIRKHAM, FREDERICK DALE</td>
<td>Raj Agrawal</td>
<td>SMITH, THOMAS G.</td>
<td>Robert F. Bailey</td>
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<td>Martin &amp; Bruset Associates</td>
<td>Mike Bruset</td>
<td>Western National Bank</td>
<td>Paul R. Clevenger</td>
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<td>1000 - 736 - 6th Avenue SW</td>
<td>Terry Nazarko</td>
<td>P. O. Box 61250</td>
<td>William R. Huck</td>
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<td>Calgary, Alberta Canada T2P 3T7</td>
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<td>Midland, TX 79711</td>
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<td>KRENEK, DOUGLAS G.</td>
<td>Rene Daigre</td>
<td>SODERSTEN, DANIEL A.</td>
<td>Robert Franklin</td>
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<td>Ocean Energy, Inc.</td>
<td>Mark Doering</td>
<td>The Oil and Gas Asset Clearinghouse</td>
<td>John Gargani</td>
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<td>1001 Fannin, Suite 1600</td>
<td>William Von Conten</td>
<td>390 Benmar, Suite 100</td>
<td>Terry White</td>
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<td>Houston, Texas 77060</td>
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<td>WOZNIAK, DAVID A.</td>
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<td>Danny Simmons</td>
<td>Belden &amp; Blake Corp.</td>
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<td>1601 Elm Street</td>
<td>Robin LeBleu</td>
<td>5200 Stoneham Road</td>
<td>Rick Marshall</td>
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<td>Dallas, Texas 75201</td>
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<td>North Canton, OH 44720</td>
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<td>MCBEATH, JOHN CAMPBELL</td>
<td>Cary McGregor</td>
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<td>T. Dale Badgwell</td>
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<td>Terry Payne</td>
<td>Union Bank of California</td>
<td>Charles L. Brittan</td>
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<td>925-A Capital of Texas Hwy.</td>
<td>Ronald Platt</td>
<td>445 S. Figueroa St., 15th Floor</td>
<td>J. Blair Garrett</td>
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<td>Los Angeles, CA 90071</td>
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<td>MACLEOD, RODERICK KEITH</td>
<td>Ken Crowther</td>
<td>ZUBER, MICHAEL DEAN</td>
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<td>Sproule Associates Limited</td>
<td>Noel Cleland</td>
<td>Schlumberger H-RT</td>
<td>W. Denton Copeland</td>
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<td>900, 140 - 4th Avenue SW</td>
<td>Glenn Robinson</td>
<td>1310 Commerce Drive</td>
<td>Stephen A. Holditch</td>
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<td>Calgary, Alberta Canada T2P 3N3</td>
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<td>Park Ridge 1</td>
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<td>MAYNE, CHARLES JOHN</td>
<td>Andrew Fair</td>
<td>ZUNIGA, RICHARD</td>
<td>Wayman Gore</td>
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<td>Kerr-McGee Oil &amp; Gas</td>
<td>Michael Flanigan</td>
<td>Platt, Spark &amp; Associates</td>
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<td>MIERTSCHIN, JANET NEAL</td>
<td>Stephen Barr</td>
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<td>Chase Manhattan Bank</td>
<td>Charles Brittian</td>
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<td>600 Travis, 20th Floor</td>
<td>Larry Earhart</td>
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<td>Houston, Texas 77002</td>
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Welcome New Members

Bahr, Anthony Franklin (Jr. Member)
Berry Petroleum Company
28700 Hovey Hills Rd.
Taft, California  93268

Metcalfe, Gary Donald
Fekete Associates, Inc.
2000, 540 – 5th Ave. S.W.
Calgary, Alberta Canada T2P 0M2

Phifer, Brook J.
NiCo Resources, LLC
1490 W. Canal Court, Suite 300
Littleton, Colorado  80120

Wurtzbacher, Matthew A.
Forest Oil Corporation
1600 Broadway, Suite 2200
Denver, Colorado  80202

SPEE–SEC FORUM IN HOUSTON
October 23, 2001

A capacity crowd of approximately 120 people attended the second annual SPEE Forum dedicated to a better understanding of U.S. SEC Reserves Definitions and Reporting Requirements. Both Jim Murphy and Ron Winfrey participated on behalf of the SEC.

Both SEC engineers reminded the audience that they did not speak on behalf of the SEC Commissioners but were providing their opinions about compliance with the SEC Reserves Definitions.

Some seven “cases” were presented to illustrate numerous circumstances related to categorization of reserves quantities. These cases and presenters are described below:

1. Updip Reserves/Test Requirements
   Presented by Mike Heinz (for Carter Henson)

2. Petroleum Fiscal Systems
   Presented by Tom Gardner

3. Coal Bed Methane Project Development
   Presented by Leslie O’Connor

4. Seismic Based Reserves
   Presented by Rudy Wildenstein

5. Russian Proved Undeveloped Locations
   Presented by Tom Gardner (for Larry Nelms)

6. Reservoir Simulation
   Presented by Robert Raso

7. Deepwater Projects
   Presented by Bob Wagner

Each presenter noted several decision options during his/her presentation and solicited SEC responses as well as audience participation. Much of the discussion time was related to the SEC’s position that proved undeveloped locations be limited to one “offset” from a commercial well unless there is “certainty” of “continuity of production” beyond such offsets.

On another topic, the SEC engineers repeated their continuing position on the need for “compelling evidence” to support proved reserves designations when the applicant is relying upon seismic interpretations or other information to determine proved reservoir limits.

Attendees were provided a binder containing copies of Power Point slides for all seven cases, SPE/WPC Reserves Definitions, SEC Reserves Definitions and a CD-ROM containing the presentation cases. Forum evaluation forms were provided for attendees to record their comments about the Forum and to make suggestions for improvements.

The Forum was directed by Ron Harrell, Chairman of the Forum Steering Committee. Other members of the Committee were Chuck Brittan, Tom Gardner, Dan Olds, Danny Simmons and Marilyn Wilson.

The Case Committee consisted of Tom Gardner, Chair, Carter Henson and Robert Raso. Special appreciation is extended to B. K. Buongiorno for her dedication and hard work in managing the invitation and reservation process and in making the Forum a huge success.

Ron Harrell

Note: A transcript was made of this event and will be submitted to the SEC for editing and ultimate release. The transcript for the 2000 Forum is not yet ready for distribution.
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