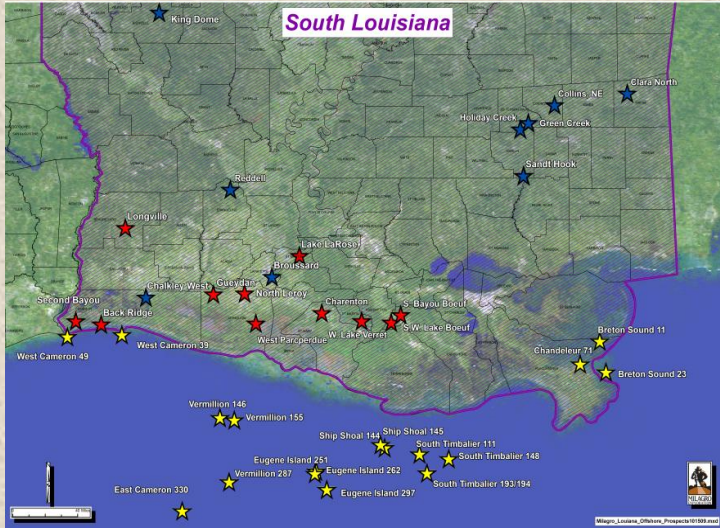
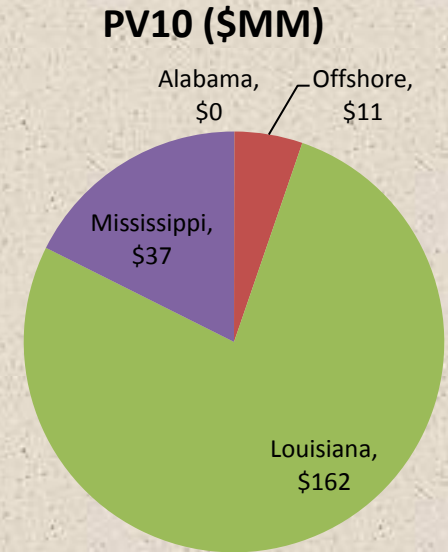


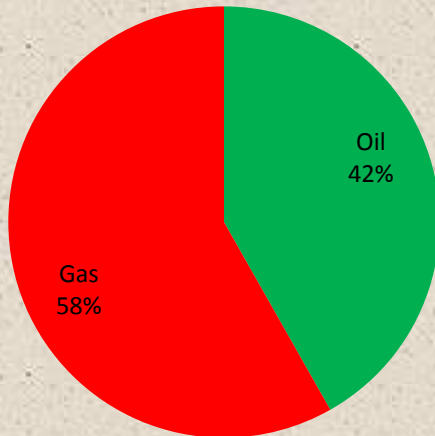
Milagro Exploration Louisiana District Sale



PV10 Effective Oct 09	\$206 MM
Daily Oil Rate Gross/Net MBOPD	4.6/1.3
Daily Gas Rate Gross/Net MMCFD	95.5/9.5
Wellcount	253



Reserve Breakdown



Reserve Category	PV10 M\$	Net Reserves			
		Oil MBbls	Gas MMCF	NGL MBbls	BCFE
PDP	150305	3074	22044	8	41
PBP	23325	867	3710	4	9
PUD	32599	399	10505	0	13
Total Proved	206229	4340	36259	11	62

Please note that this proposal is subject to prior sale, modification or withdrawal at any time without prior notice.