

Welcome to the first informational meeting of the
IMAGINARY VAGAGOND VENTURES OIL GROUP

You are attending this gathering today because you have **\$1,000,000 in IMAGINARY FUNDS** available for investment. The **IMAGINARY** Vagabond Ventures Oil Group has developed two IMAGINARY oil exploration prospects in which they would like you to invest your IMAGINARY money.

On the next three Monday mornings you will learn about the oil and gas industry to help you make an informed decision on whether you want to invest your IMAGINARY funds in either or both of these prospects, including:

- Geologic genesis of hydrocarbons
- History and processes of hydrocarbon exploration
- Processes of drilling for and production of oil and gas fields

On Feb 21 (week 4) the staff of the imaginary Vagabond Ventures Oil Group will select two IMAGINARY oil/gas exploratory prospects. Now is your chance to invest some or all of your IMAGINARY funds in one or both of these prospects or in other imaginary investment options.

In the remaining class sessions we will follow the excitement of drilling and, if successful, of producing these imaginary prospects. In our final class we'll learn about the economic success or failure of our choices and you'll discover if you have become a 'black gold millionaire' or a 'dry hole hobo' based on your investment!

Week 1: Geology of Hydrocarbons - Coal, Oil and Gas (Don)

- Chemical composition – what is a 'hydrocarbon'
- Geologic formation
- Major basins and potential
- Requirements for success: source – reservoir – trap - migration timing

Week 2: History and processes of exploration (Sandi)

- History of coal/oil/gas exploration, earliest to present
- Exploration today
 - Processes of exploration: geology, geophysics, paleontology
 - Current worldwide exploration plays

Week 3: Engineering of exploration and production (Rocky)

- Drilling processes: onshore, shallow water, deep water
 - Directional drilling, horizontal wells, frac
 - Overpressure zones: blowout preventers
- Production processes
 - Multiple completions
 - Sub-sea well heads
 - FSO, FPSO, LNG

Week 4: 'Vagabond Venture Oil Group' picks two prospects (together)

- choose the prospects
 - Geology/geophysics
 - Risk & economics analyses
- Financing – **YOUR CHANCE TO INVEST IN THE PROSPECTS!**

Week 5: 'Vagabond Venture Oil Group' drills for oil (together)

- Permits, leases/concessions, & licenses, contracts
- Drilling & evaluating the well
- completions
- pipelines vs FPSOs
- Costs – estimate to actual

Week 6: 'Vagabond Venture Oil Group' produces OIL (together)

- markets and pricing
- return on investment
- **PAYOUT! – ARE YOU A BLACK-GOLD MILLIONAIRE OR A DRY HOLE HOBO?**

Here are the choices you can make with your IMAGINARY investment funds:

Your name (can be a make-believe name): _____

Your email address (if you'd like drilling updates as we 'drill') _____

	<u>YOUR INVESTMENT</u>	<u>YOUR RETURN (week 6)</u>
<u>VAGABOND VENTURES PROSPECTS:</u>		
DEEP WATER: HIGH RISK/HIGH REWARD	\$ _____	\$ _____
ON-SHORE: MODERATE RISK/MODERATE REWARD	\$ _____	\$ _____
<u>OTHER INVESTMENT OPTIONS:</u>		
Major Oil/Gas Company (Exxon, Chevron, etc)	\$ _____	\$ _____
UNDER YOUR MATTRESS	\$ _____	\$ _____
TOTAL:	\$ 1,000,000	\$ _____

Please leave this investment form with one of the Vagabond Group to insure you imaginary participation!