

MID TERM REVIEW - DEFINITIONS AND TERMINOLOGY

Definitions.

You should recognize the following terms and understand how they relate to evaluation of petroleum resources and petroleum projects. Many of these terms are closely related to each other; take care to understand the distinctions and interrelationships. In the case of any conflict on definitions among sources, take the definitions of resources and reserves in the Petroleum Resources Management System (2007) as authoritative:

1. Petroleum-initially-in-place (PIIP)
2. Estimated Ultimate Recovery (EUR)
3. Proved reserves
4. Probable reserves
5. Possible reserves
6. Contingent resources
7. Prospective resources
8. Production (as a resource class)
9. Unrecoverable petroleum
10. Unconventional resources
11. Lease limit
12. Economic limit
13. Discount rate
14. Henry Hub
15. Monte Carlo analysis

Common acronyms.

You should recognized the following acronyms which frequently are employed in discussions of petroleum project evaluation, you should know the full term designated by the acronym, and you should be able to describe the connection to petroleum project evaluation:

16. DCF
17. EIA
18. IRR
19. NPV
20. NYMEX
21. OPEC
22. SEC
23. SPE
24. SPEE
25. WTI