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## **Advantagewon Oil poised to drill six fresh holes**

*As a general rule, the most successful man in life is the man who has the best information*

Recently Advantagewon Oil Corp (CSE:AOC) received the permits needed to drill six new holes at its LaVernia oil play in Texas. Drilling has been held back from an earlier Feb. 27 target due to rain and soft ground preventing the movement of heavy equipment, but the rig is standing by and drilling will commence when ground conditions are right.

Each well is expected to produce 15 barrels of oil a day, for a total of 90 barrels, adding to AOC's existing 45 bopd for a new total of 135 bopd. The company breaks even at 60 barrels a day, so the drill program is a game-changer for AOC because it should make the operation cash-flow positive.

And these wells are not expensive. Because Advantagewon is drilling in shallow sands and using the cheapest method of enhanced oil recovery (EOR), water flooding, the cost per well is expected to be well under \$75,000. This is much cheaper than oil wells drilled in Canada. Also, AOC is being paid in WTI, not Western Canada Select (WCS), which trades at a \$15 per barrel discount, as of Feb. 28. Recoveries per well can be increased by up to 75% using EOR. Being a Canadian company, AOC has to pay its expenses in US dollars but earns revenue in USD (USD\$1=CAD\$1.28), giving it a significant advantage over Canadian oil juniors drilling up north.

If the first set of wells are successful, drilling is expected to carry on into the spring and summer, with the potential to reach 200 to 300 bopd. The company is well-cashed up – more than enough to carry out its drill program. Advantagewon's current land holdings could provide as many as 100 locations, and with easy permitting and private land owners wanting to receive royalties from drilling, there should be no problem finding new wells to up the barrel count even further. For more on AOC and the resurgent US oil industry, read [Advantagewon with Bread and Butter](#) and [Red Queen versus Bread and Butter](#).

## **Conclusion**

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to explore for and find, metals, oil and minerals that enable your modern lifestyle on your radar screen? I can guarantee you they are on mine.

If they are not on yours, maybe they should be?

Richard (Rick) Mills

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Richard Mills owns shares in Advantagewon Oil Corp (CSE:AOC).