



LUCAS ENERGY

NYSEAmex: LEI

The background is a grayscale photograph of an oil pumpjack (jack-o'-lantern) against a cloudy sky. The pumpjack is the central focus, with its long walking beam and counterweights visible. The text is overlaid on this image.

Lucas Energy, Inc. Presentation January 2012



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LUCAS ENERGY – Safe Harbor

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Certain statements made during this presentation are forward-looking and are subject to risks and uncertainties. The forward-looking statements made are based on our beliefs, assumptions and expectations of future performance, taking into account all information currently available to us.

Actual results could differ materially from the forward-looking statements made during this presentation.

When we use the words "believe," "expect," "anticipate," "plan," "will," "intend" or other similar expressions, we are identifying forward-looking statements.

The forward-looking statements made during this presentation are subject to the safe harbor of the Private Securities Litigation Reform Act of 1995.

We refer you to our filings with the Securities and Exchange Commission for a more detailed discussion of the risks that may have a direct bearing on our operating results, performance and financial condition.



LUCAS ENERGY – Historical Data

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	<u>January 2009</u>	<u>January 2012</u>
Stock Price	~ \$0.44/share	~ \$2.52/share
Ave daily volume (3 mo)	~ 19,000 shares/day	~ 310,000 shares/day
Shares outstanding	~ 8 million shares	~ 19.5 million shares
Shares in float	~ 2-3 million shares	~ 17 million shares
Shareholders	~ 500	~ 7,400



LUCAS ENERGY – Business Plan

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- **Acquire acreage with low producing, shut in, or abandoned wells.**
- **Improve production from old wells.**
- **Look for underlying potential.**
- **Develop underlying potential if within LEI budget.**
- **Seek joint venture partners for larger cost development projects.**



LUCAS ENERGY – Griffin Oil Unit No.2

NYSEAmex: LEI



Net profit over \$1.2 million
on a \$120,000 investment.

Well is still making about
10 BOPD today.



LUCAS ENERGY – Rainey Unit No.1H

NYSEAmex: LEI

Recently drilled new Austin Chalk horizontal producing well.





LUCAS ENERGY – Hagen EF No.1H & No.2H

NYSEAmex: LEI



Producing Marathon operated Eagle Ford horizontal wells producing without artificial lift.



LUCAS ENERGY – Hagen Ranch No.4H

NYSEAmex: LEI



Lucas operated new Austin Chalk well drilling January 2012.



LUCAS ENERGY - Assets

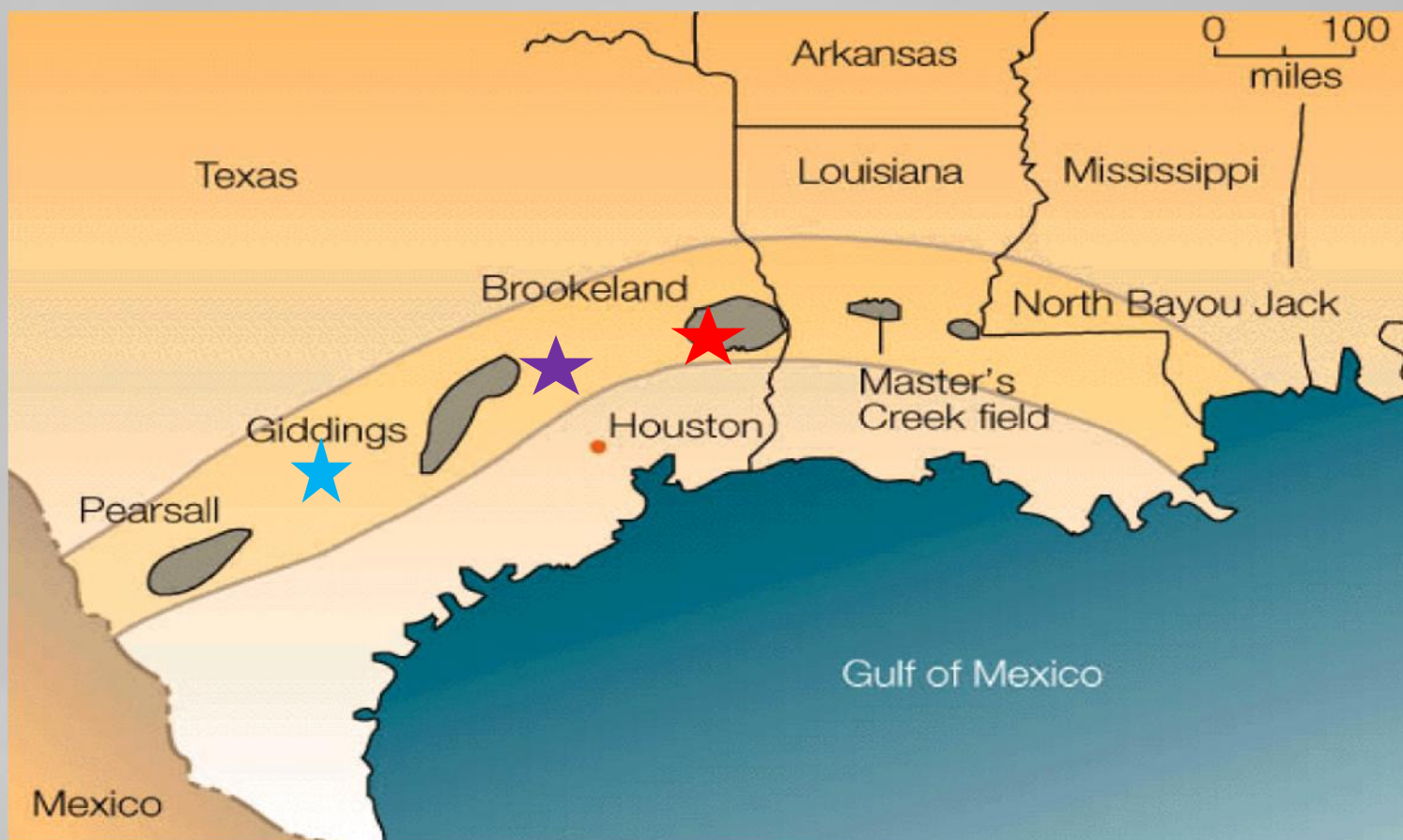
NYSEAmex: LEI

- **Austin Chalk/Eagle Ford/Eaglebine Trend.**
- **About 27,000 gross acres in Texas.**
- **About 8,900 net Eagle Ford/Eaglebine acres.**



LUCAS ENERGY - Focus

NYSEAmex: LEI





LUCAS ENERGY – Joint Ventures

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- **Marathon Oil Company**
- **Seidler Oil & Gas**
- **Various foreign German groups**



LUCAS ENERGY – 2011-12 Capital Goals

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- **Sell New Mexico interests.**
- **Sell Eagle Ford interests.**
- **Buy our Nordic 1 interests.**
- **Raise \$20 million in small joint ventures.**
- **Raise \$100-300 million in a large joint venture.**
- **Drill new Austin Chalk laterals from old well bores.**
- **Drill new Austin Chalk wells.**



LUCAS ENERGY – Progress to date

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- **Sold New Mexico interests for \$4 million.**
- **Concluded Nordic 1 buyout.**
- **Raised approximately \$2 million in small joint venture capital.**
- **Drilled 1 new Austin Chalk horizontal well.**
- **Drilled 2 new Austin Chalk laterals from old well bores.**
- **Drilling 1 new Austin Chalk horizontal well**



LUCAS ENERGY – New Mexico Interests

NYSEAmex: LEI

- **Sold to Nordic 2.**
- **Sales price - \$4 million.**
- **Original acquisition cost - \$2 million.**
- **Adjustments - \$0.9 million.**
- **Net proceeds - \$3.1 million.**
- **55% profit in less than one year.**



LUCAS ENERGY – Nordic 1 Buyout

NYSEAmex: LEI

- **Acquiring all working interests of Nordic 1.**
- **Gonzales, Karnes, and Wilson Counties, Texas.**
- **Lucas is current operator.**
- **Austin Chalk and Eagle Ford interests.**
- **\$22 million in the form of a non-recourse note.**



LUCAS ENERGY – Hall Phoenix Buyout

NYSEAmex: LEI

- **Operated and Non-operated Eagle Ford Working Interests (Atascosa, Gonzales, Karnes, and Wilson Counties, Texas), 20,299 gross acres, 5,144 net acres.**
- **Operated Eaglebine Working Interests (Leon and Madison Counties, Texas), 6,758 gross acres, 3,745 net acres.**



LUCAS ENERGY – Gross Operated Production

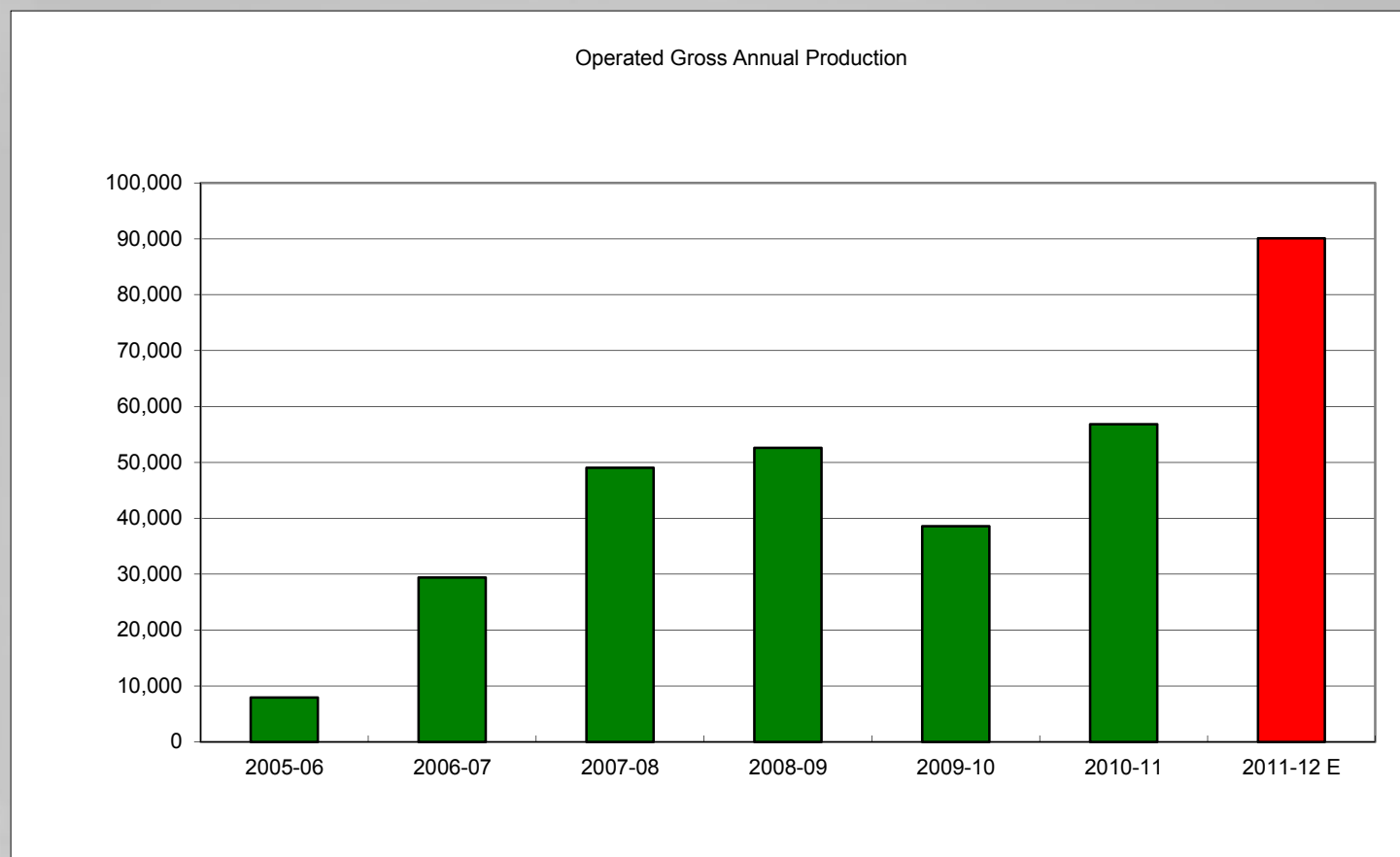
NYSEAmex: LEI

- Year 2010-11 – 56,813 (156 BOPD).
- 1st qtr 2011-12 – 195 BOPD.
- 2nd qtr 2011-12 – 193 BOPD.
- October 2011 – 236 BOPD.
- November 2011 – 247 BOPD.
- Forecast – 300 BOPD average for last 6 months.
- Target – end year at 500 BOPD.



LUCAS ENERGY – Annual Volumes

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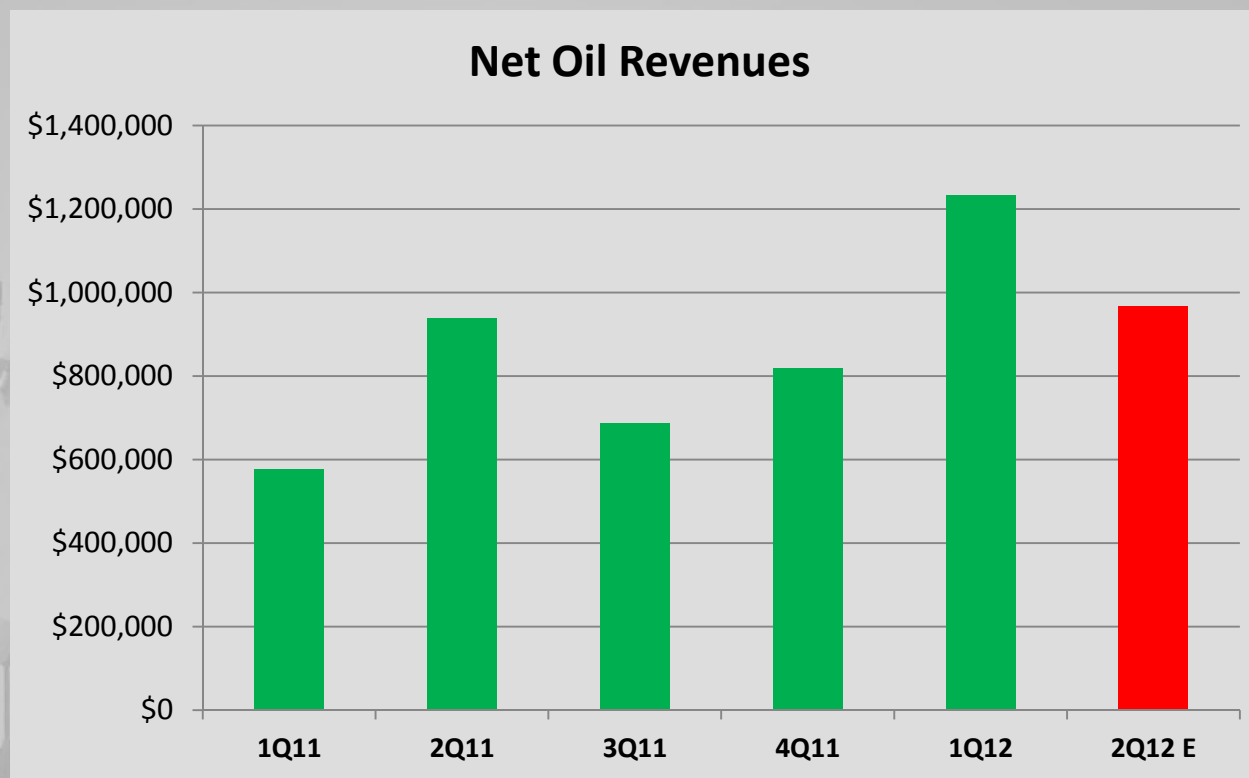


2011-12 is estimated based on 300 BOPD last 6 months.



LUCAS ENERGY – Net Oil Revenues

NYSEAmex: LEI





LUCAS ENERGY – Cash Inflows

NYSEAmex: LEI

(\$MM's)

	<u>FY 2011</u>	<u>FY 2012 E</u>	
		<u>From</u>	<u>To</u>
Revenues	\$3.0	\$5.3	\$5.8
Sale Proceeds	13.7	40.0	95.0 ⁽¹⁾
Equity Raise	<u>6.8</u>	<u>6.0</u>	<u>6.0⁽²⁾</u>
Cash Inflows	<u>\$23.5</u>	<u>\$51.3</u>	<u>\$106.8</u>

(1) Anticipated proceeds from sales of Eagle Ford and other properties

(2) Proceeds from Series C Warrant exercises in July and August 2011



LUCAS ENERGY – Market Factors

NYSEAmex: LEI

- Trade on NYSE Amex as LEI
- Outstanding Shares: 19.5 million
- Average daily volume: 310,924 (3 mo)
- 52 week hi/low: \$5.23 / \$1.04
- Market cap: \$49.37 million at 1/4/12
- Debt: None
- Fiscal Year: March 31



LUCAS ENERGY - Contact Info

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