



EPA GAS STAR IMPLEMENTATION

September 21, 2004

NEWFIELD



BALANCE

FOCUS

CONTROL

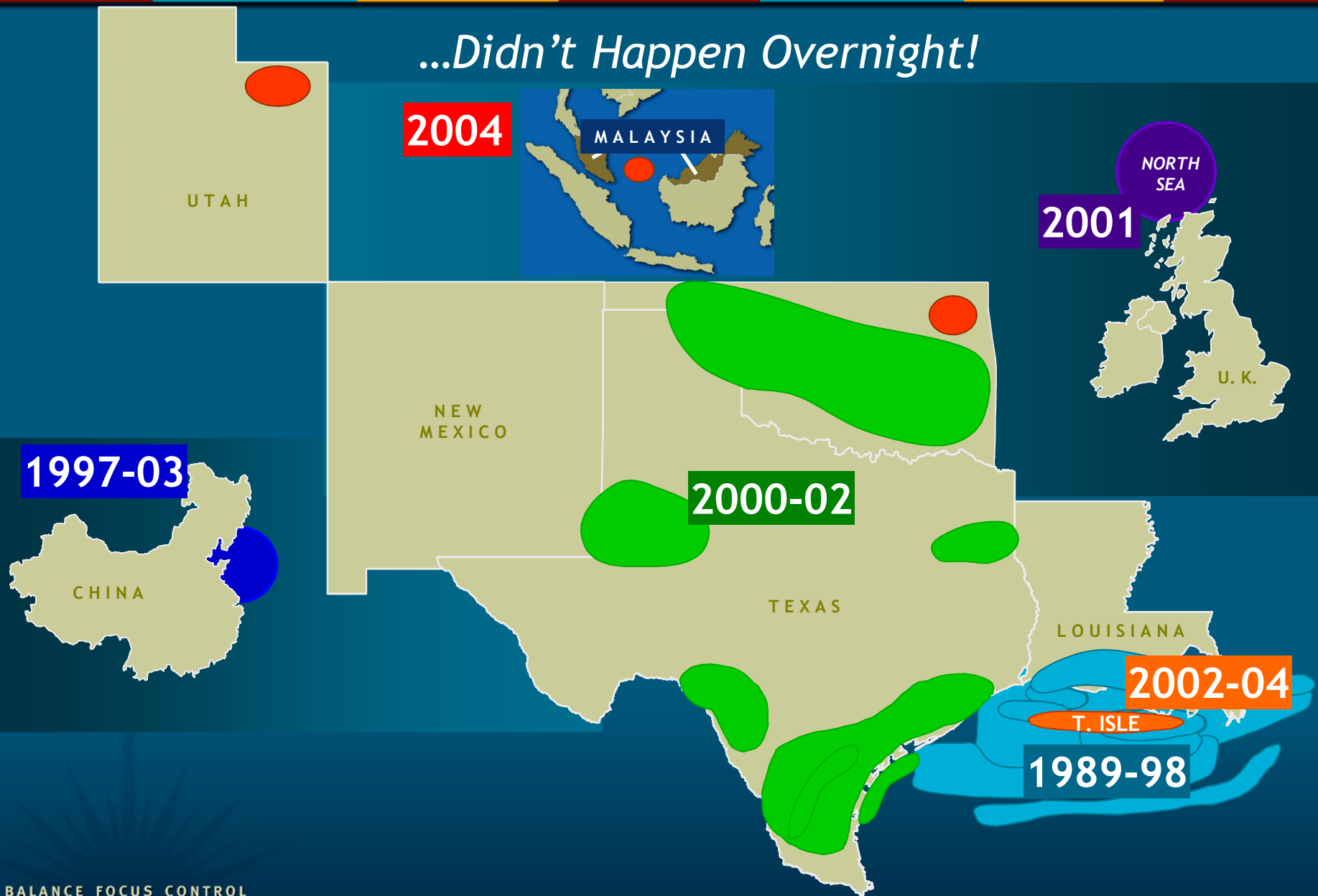
www.newfld.com



A Balanced Portfolio of Assets



...Didn't Happen Overnight!

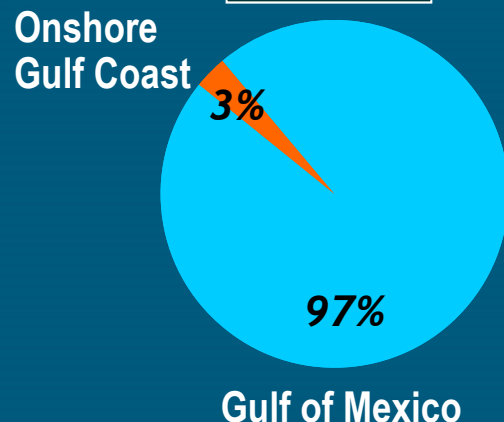


Newfield – A Diversified Company

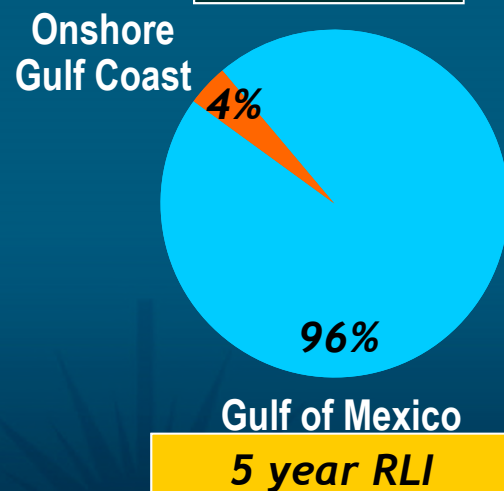


1999

RESERVES

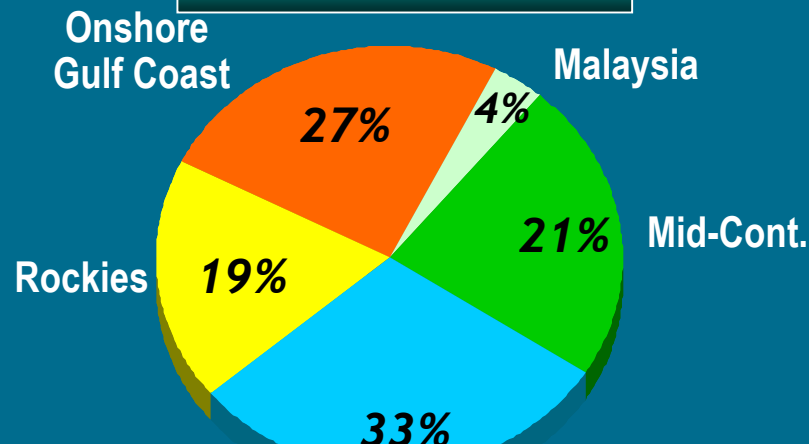


PRODUCTION

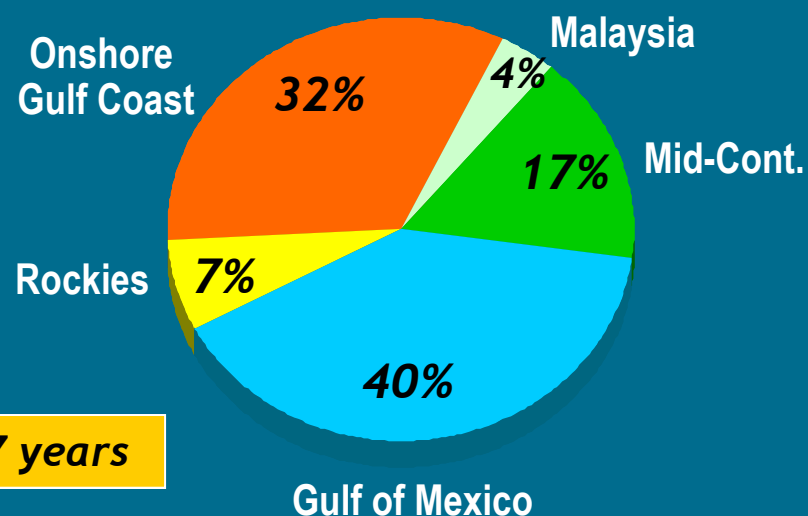


2004 Pro forma Inland

RESERVES ~ 1.7 TCFE



PRODUCTION (MMcfe/d)

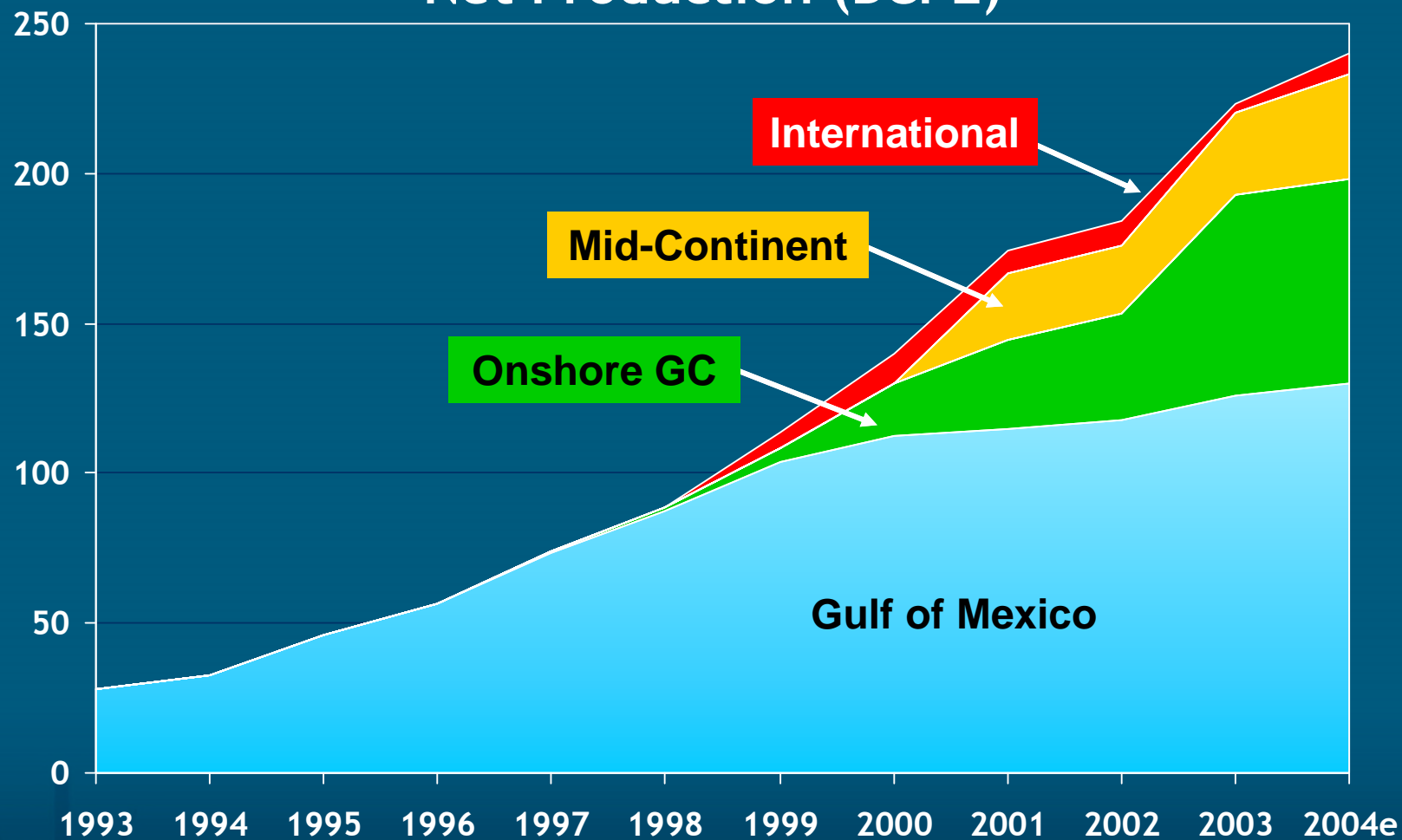


RLI increases to 7 years

The Growth of NFX



Net Production (BCFE)



- Prior, NFX didn't feel they had the internal resources to focus and drive the program.
- Recently join Gas STAR in June of this year.
- Now, we're actively looking for ways to increase profitability through methane emission reductions.

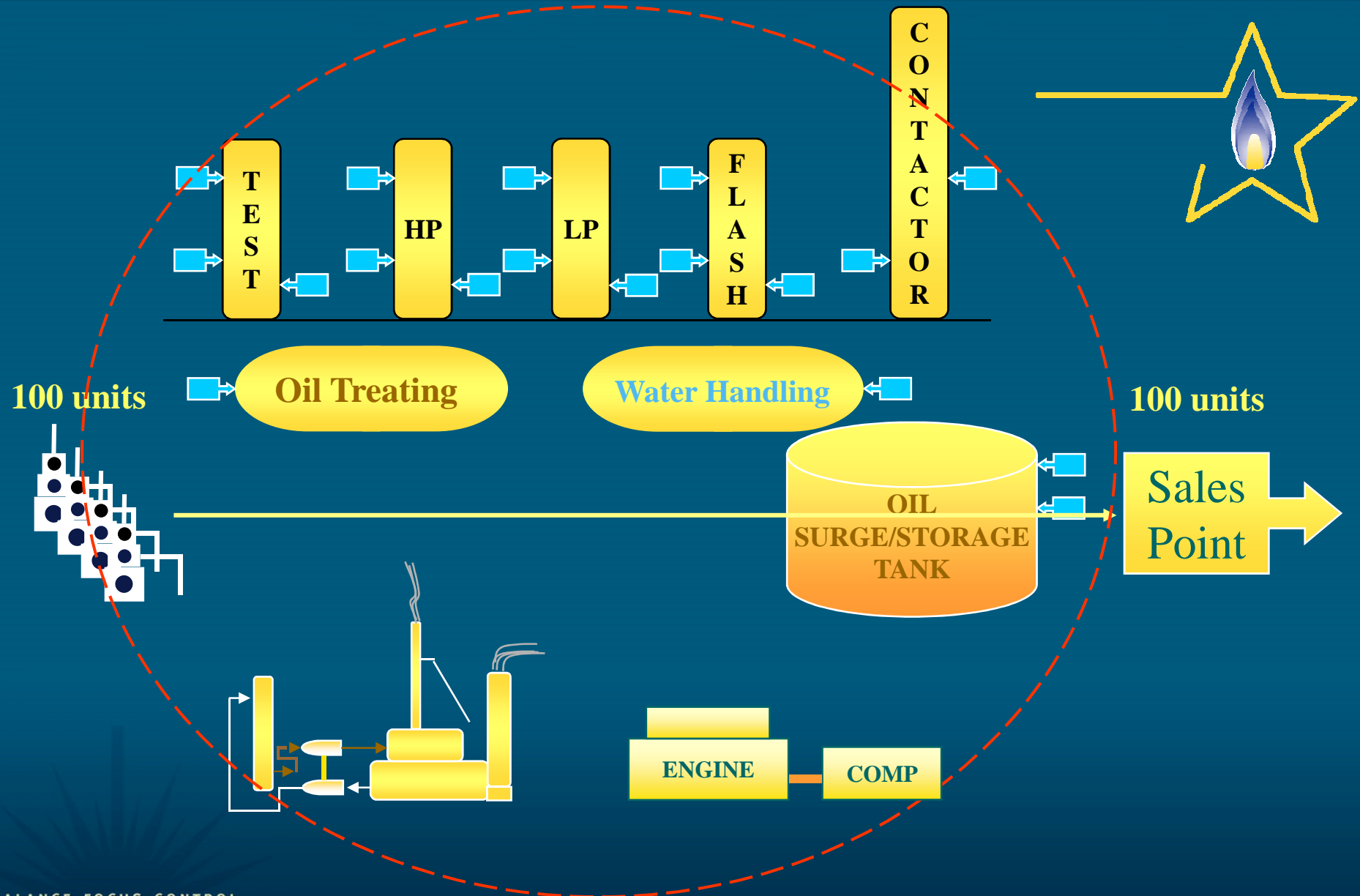
- **PRO-OP** – a systematic approach to increase production efficiencies and profitability through evaluating process components whereby methane emissions are reduced on a cost effective basis.
 - **New Designs (platform, facility, production trains)**
 - **Modifications / Repairs**
 - **Ongoing Facility Evaluation**

Attention to Details...Increases Profitability

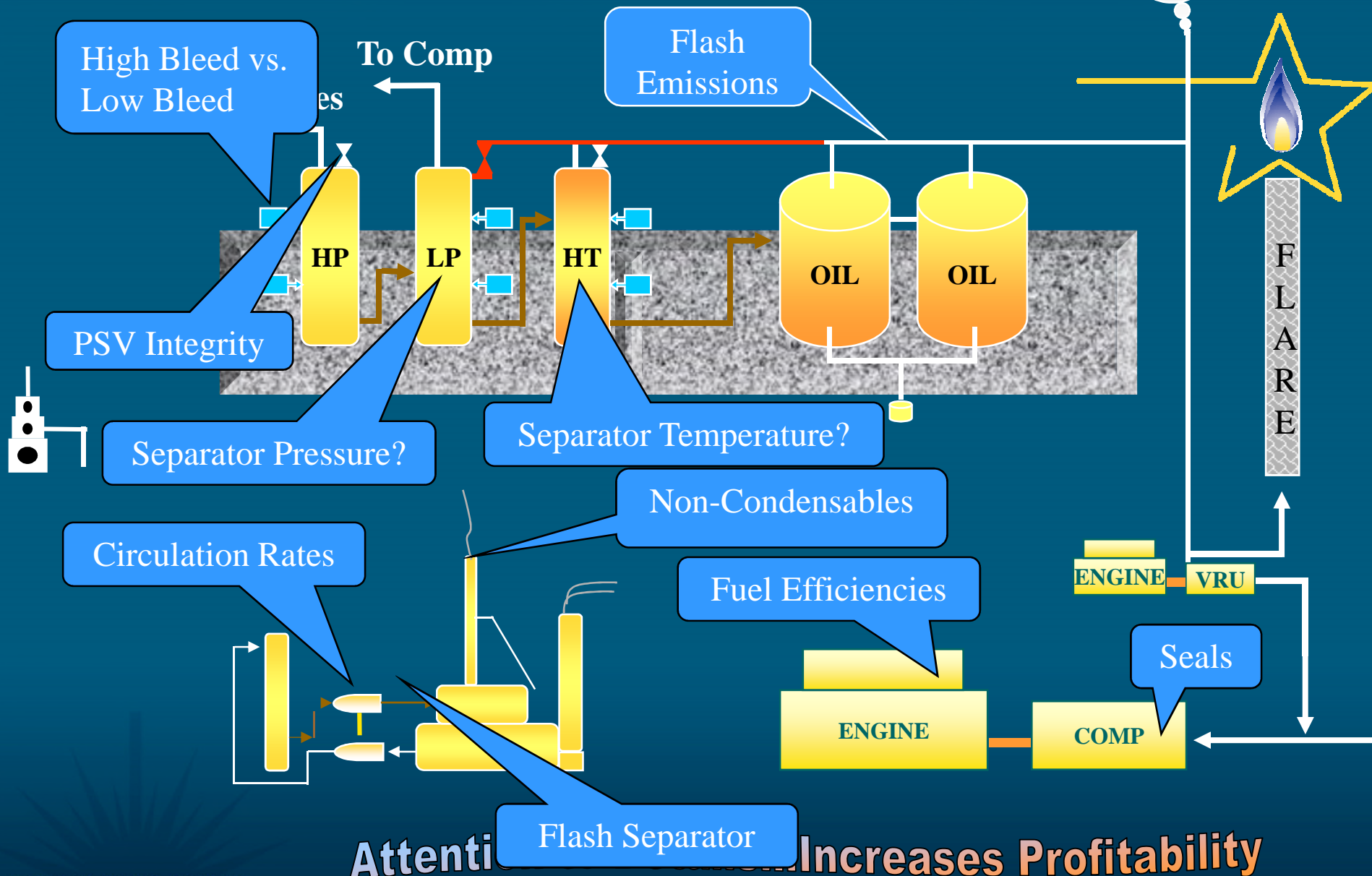
Strategy:

1. Cost effectively eliminate emission source
2. Cost effectively capture for sales
3. Flare (destruction)

Attention to Details...Increases Profitability



Pro - Op Process -> Onshore



Attention to Details....Increases Profitability



NEW FACILITIES

Develop Template

- *Onshore Facilities*
- *Offshore Facilities*

MODIFICATIONS / REPAIRS

Evaluate

- *Each Device*
- *Alternatives*
- *Cost Efficiencies*

ONGOING FACILITY EVALUATIONS

Opportunities

- *Flash*
- *Glycol Circulation Rates*
- *Separator Optimization*
- *Other Efficiencies*

- **Supplying data and reviewing proposed Lessons Learned on separator optimization and floatation cells**
- **Participating in STAR sponsored Pro – OP for several NFX offshore facilities**