

Dec 4, 2008

Elk Hills Overview

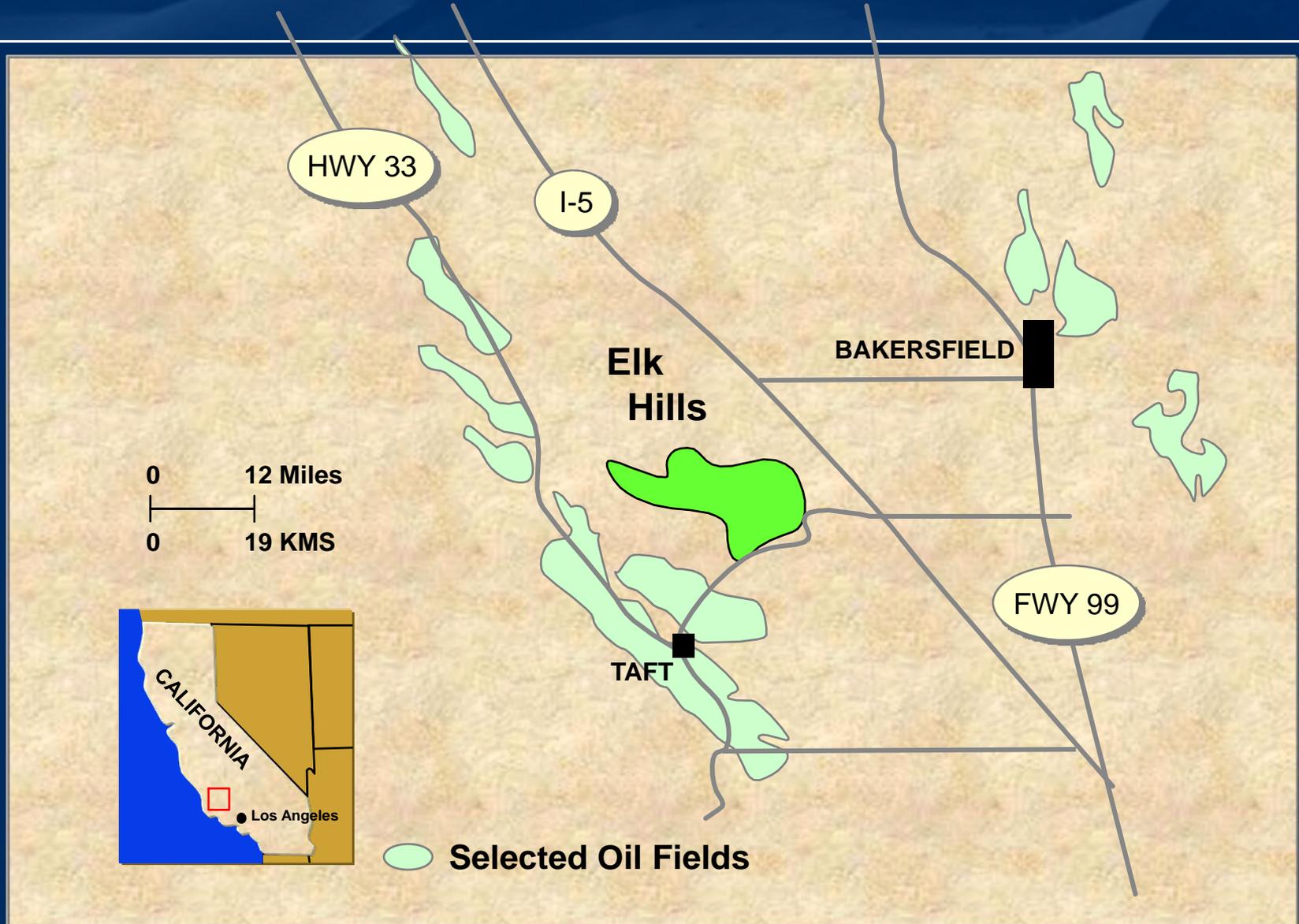
Bill Boyer

Occidental of Elk Hills, Inc.

Oxy



Elk Hills



Asset Description



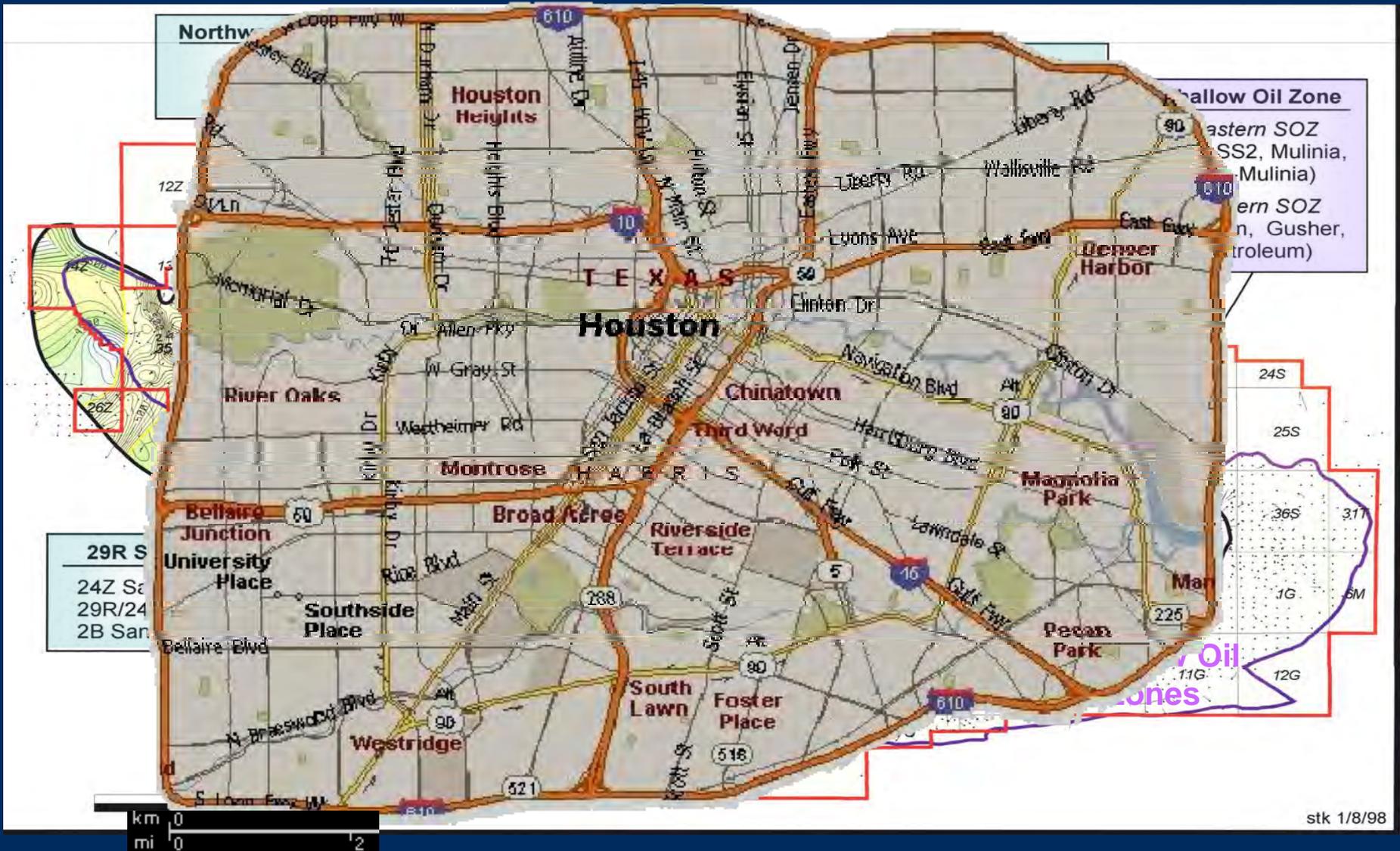
- Gross production of 102,000 BOED
 - Largest Gas and NGL producer in CA
 - 5th largest oil producer in CA
- ~3200+ active wells
- Exploration, Primary, Secondary, and EOR projects

Oxy Elk Hills Key Dates

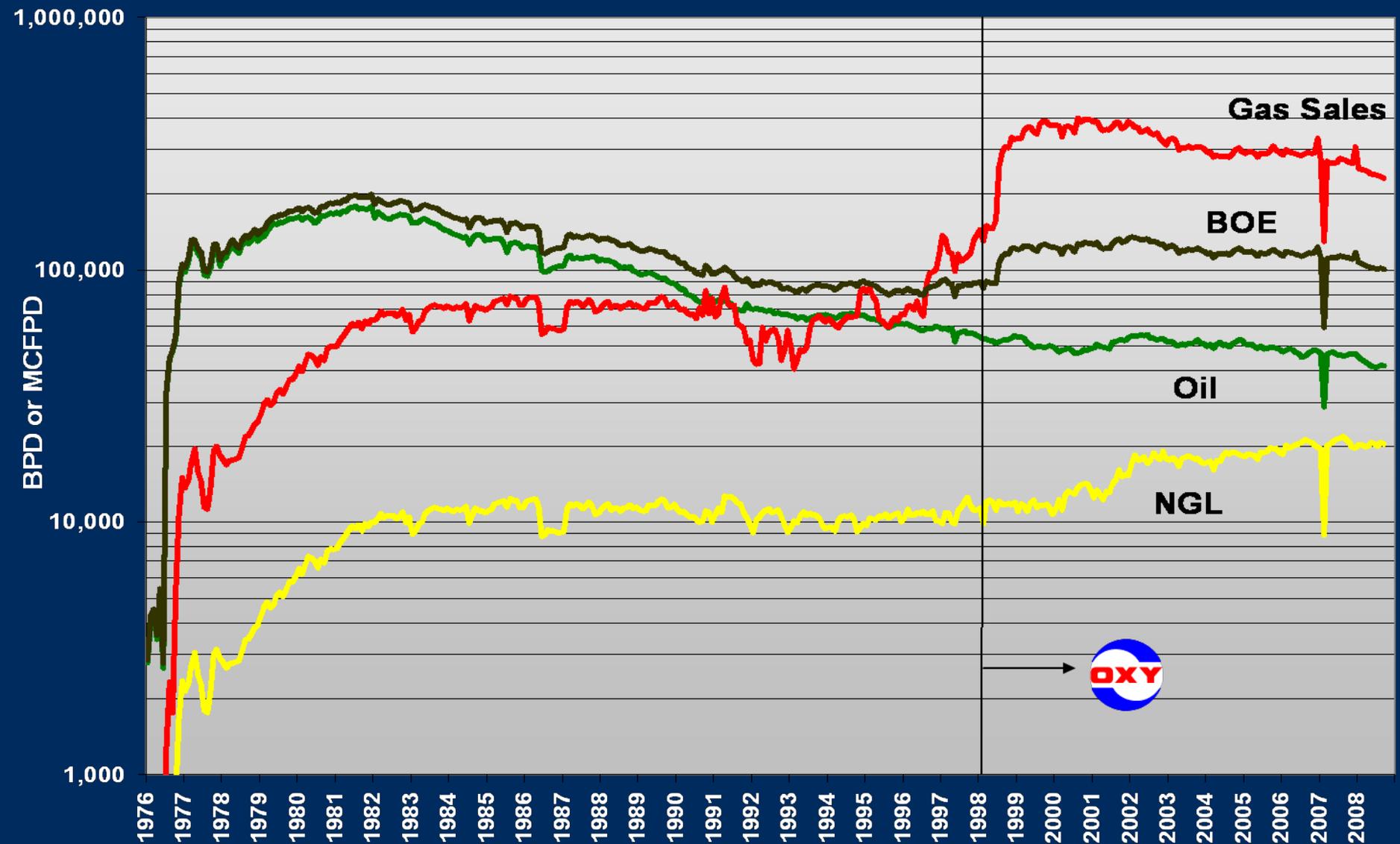


- Acquired in 1998
- Initiated 26R Gas Blowdown 1998
- Ran 3D Seismic 1999

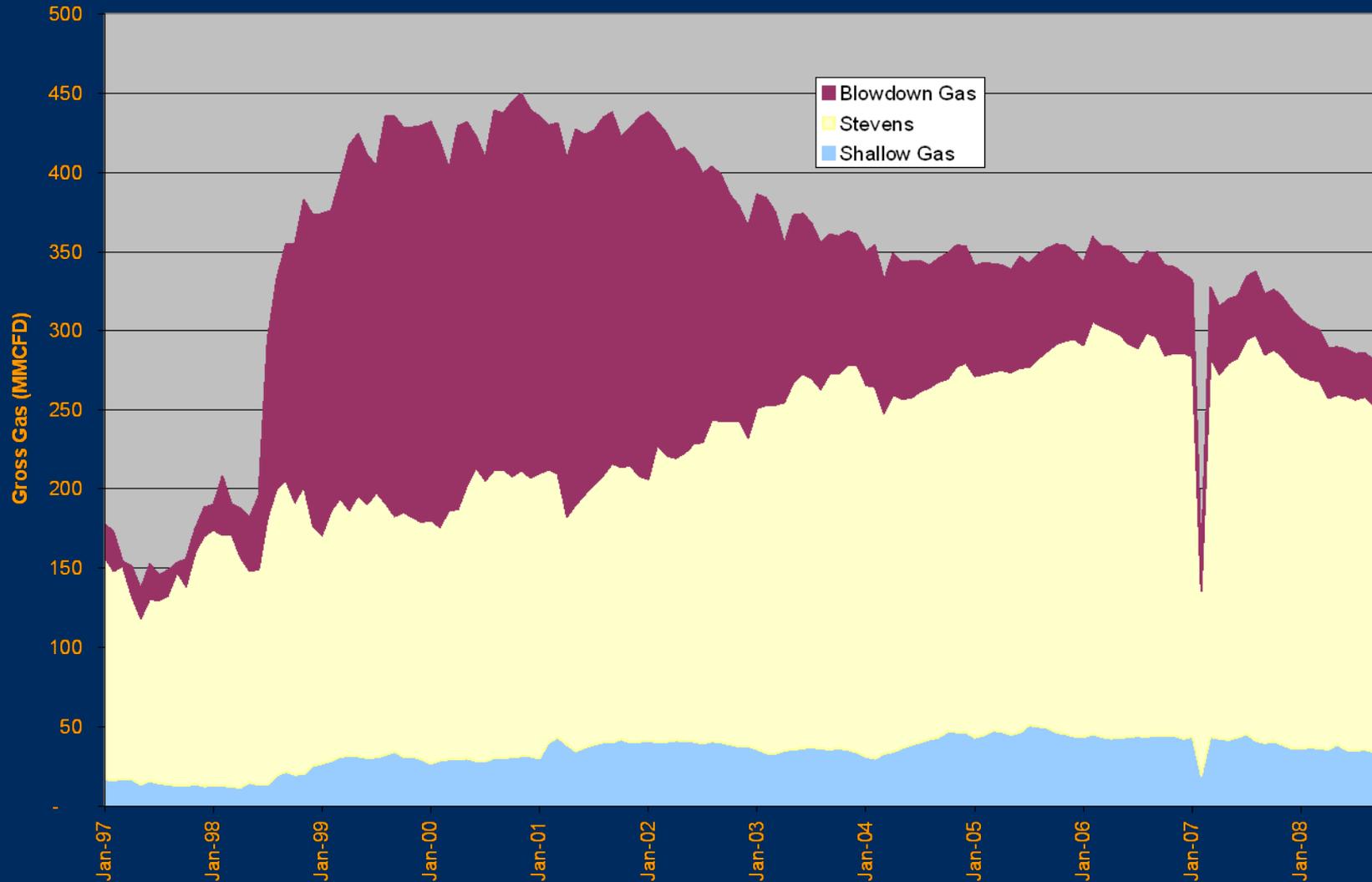
Field Size Perspective



Elk Hills Gross Production



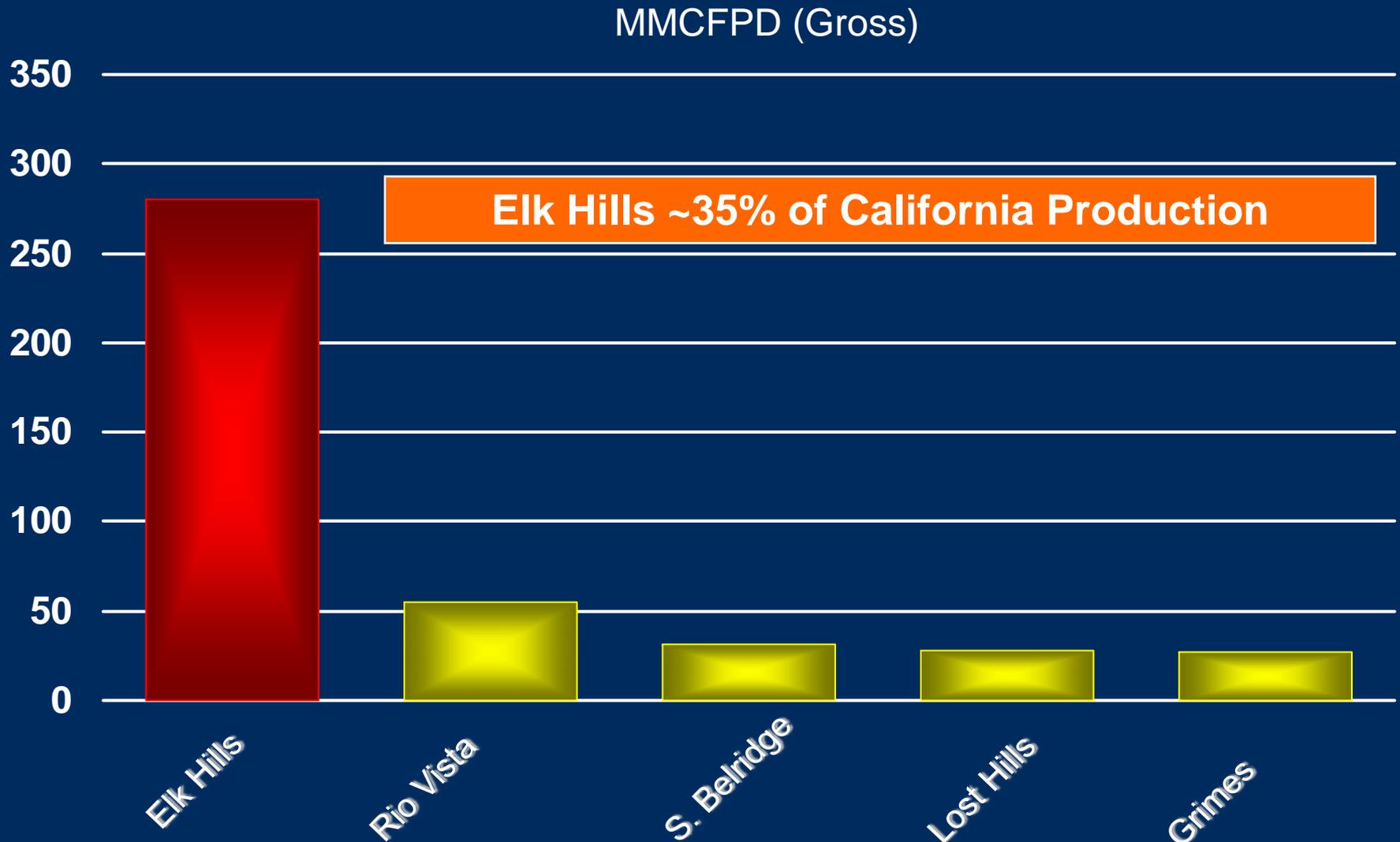
Elk Hills Gross Gas Production



California Gas Production



(based on data from Dept of Oil & Gas & Geothermal Resources)





Regulatory Challenges

Regulatory Challenges



- **AB32, Greenhouse Gas Initiatives**
 - First GHG Inventory Report (CY 2008) due to ARB - June 2009
 - CEQA issues related to significant increases in GHG
 - Future GHG mitigation requirements uncertain
- **CARB CNG specification (min 85% Methane, max 6% Ethane)**
- **EPA Redesignation of San Joaquin Valley Air Basin**
 - Extreme Non-attainment for Ozone
 - Potential loss of banked emission reduction credits



Thank You