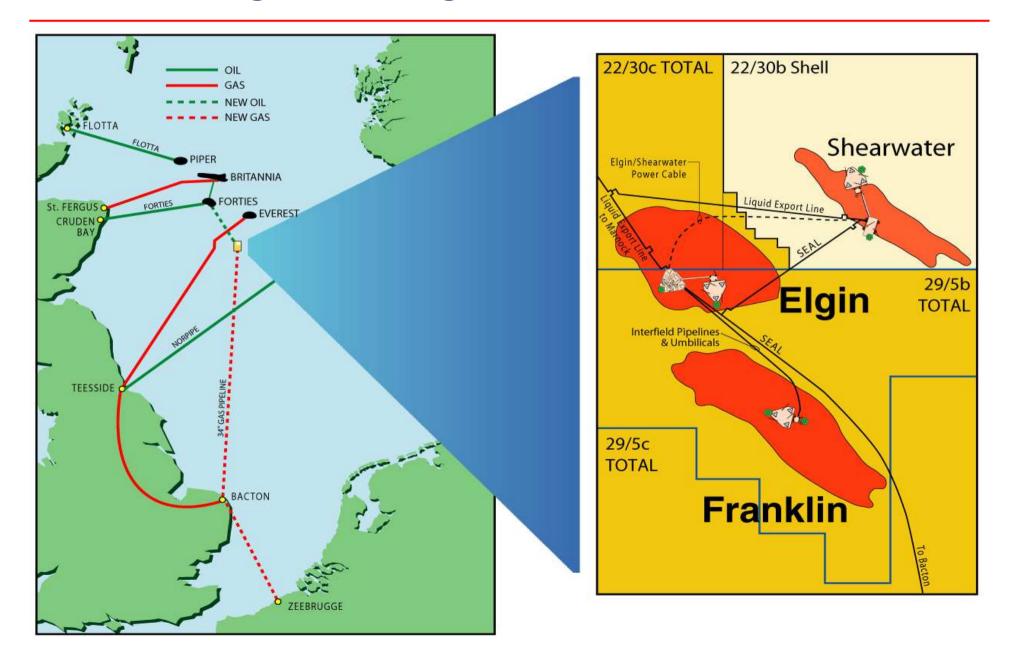
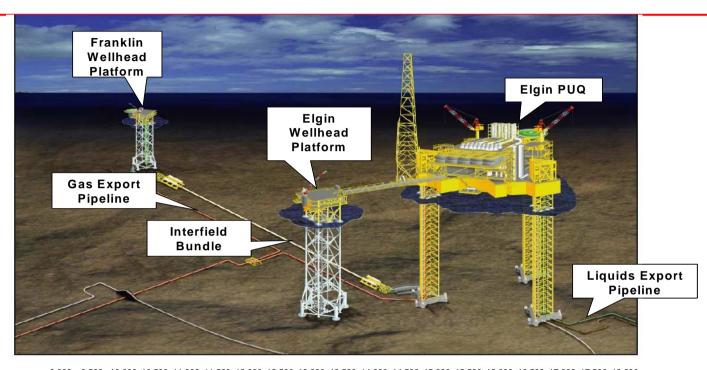


ELGIN/FRANKLIN: 5 YEARS ONL Hardiman, K Boyne, A Humphreys, C King, I McKendrick, N Taylor

Elgin-Franklin generalities and overview



Elgin-Franklin generalities and overview



 $9,000 \quad 9,500 \quad 10,000 \quad 10,500 \quad 11,000 \quad 11,500 \quad 12,000 \quad 12,500 \quad 13,000 \quad 13,500 \quad 14,000 \quad 14,500 \quad 15,000 \quad 15,500 \quad 16,000 \quad 16,500 \quad 17,000 \quad 17,000 \quad 18,000 \quad 10,000 \quad 10,$

•Discoveries: Franklin 1986 (Ultramar) and Elgin 1991 (Elf UK) Pressure Psi

Development sanction in 1996

Technical reserves: 1.8 TCF + c.400 MMbbl Elgin+Franklin

HP/HT conditions: 1100 Bars /190°C

Gas Export @ Sales spec: 14.6 Mscmd
Condensate Export: 175,000 bbls/d

Expected Field Life: 22 years

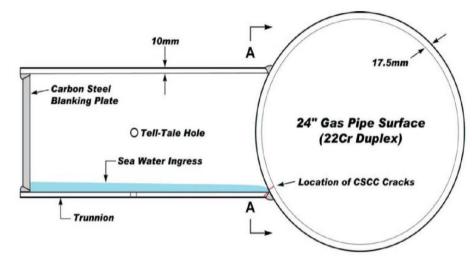
•First gas : March 2001 (Elgin & PUQ) October 2001 Franklin unmanned platform

•Additional projects: Glenelg onstream March 2006; West Franklin 2 wells 2006/07; Franklin infill 1 well 2006



Lessons Learned

- Alliance Contract
- Offshore Accommodation
- Risk Mitigation
- Material Selection
- TPG500 Piling Operations



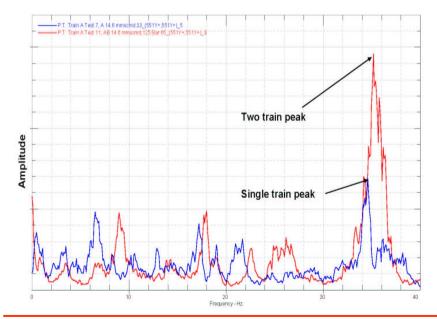
SIDE VIEW OF TRUNNION AND GAS PIPING SHOWING LOCATION OF CSCC CRACKS

- Duplex selected over Carbon Steel for long term integrity
- Formation water properties acceptable for 22Cronsidered
- Localised evaporation senseptibler tralificers a Coccion Cracking (SCC)
- Salt water accumulation at trummons leads to external SCC of external SCC & should be monitored



Major Challenges

- Annulus Management
- Well Growth
- Vibrations
- Gas Plant Optimisation
- Compact Heat Exchangers (CHEX)

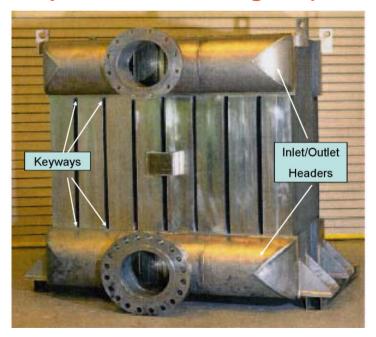


- At design production rates (14.6 Mscmd) significant vibrations observed
- On increase in plant throughput to 15.5 Mscmd small bore pipework failure occurred due to fatigue cycling
- Epicentre of main vibrations identified as gas export metering stream due to:
 - Turbulence
 - Pipework geometry
- Export metering stream pipework diameter required increasing
- Alternative actions to manage vibrations:
 - Operation on single metering stream
 - Maintain metering stream pressure above140 barg
 - Reduce length of small bore connections
 - Installation of clamps
 - •Strengthening of deck structure to prevent transmission



Major Challenges

- Annulus Management
- Well Growth
- Vibrations
- Gas Plant Optimisation
- Compact Heat Exchangers (CHEX)



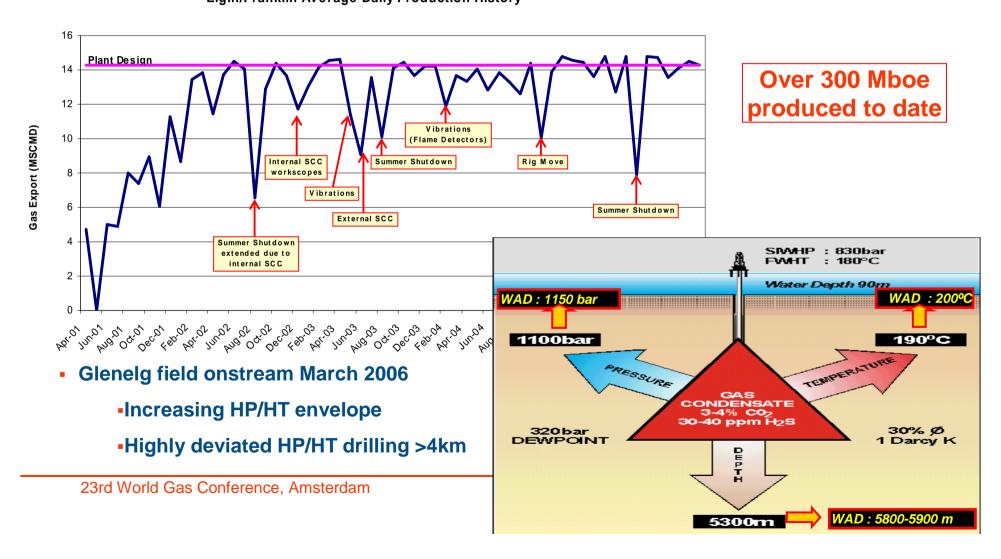
- Titanium CHEXs were enabling technology due to size & weight
- Oxidisation of Grade 5 Titanium welds caused cracks during manufacturing & testing
- Similar cracking observed during production managed by:
 - Reduction in temperature differential between panels
 - Rolling overhaul schedule due to installation of spare units

TOTAL

- Removal of oxidised surface
- Contingent possibility for replacement with shell & tube technology
- CHEXs performance is outstanding & space/weight savings can be used for future projects

Present Status

- Maximum Gas Export Rate increased to 15.5 Mscmd
- High availability- efficiency of 95% in 2005 (excluding planned SSD)
 Elgin/Franklin Average Daily Production History



The Future

- First infill well drilling operations in progress with depletion of up to 500 bar
 - Infill wells will enable draining of untapped reserves
 - Infill drilling also allows replacement of wells following failure
 - No sand or compaction failures to date but ever present risk

4D seismic re Elgin/Franklin has:

-Identify r Achieved the original project objectives, and

•Optimise is now surpass

West Franklin Field onstream late 2006

- Subsea HP/HT tiebacks under appraisal:
 - Release reserves
 - Reduce OPEX
- Technical/Economic Life extended to 2034

