

NEWFIELD EXPLORATION COMPANY

The Road to **EXPLORATION SUCCESS**



EXPLORATION
AHEAD

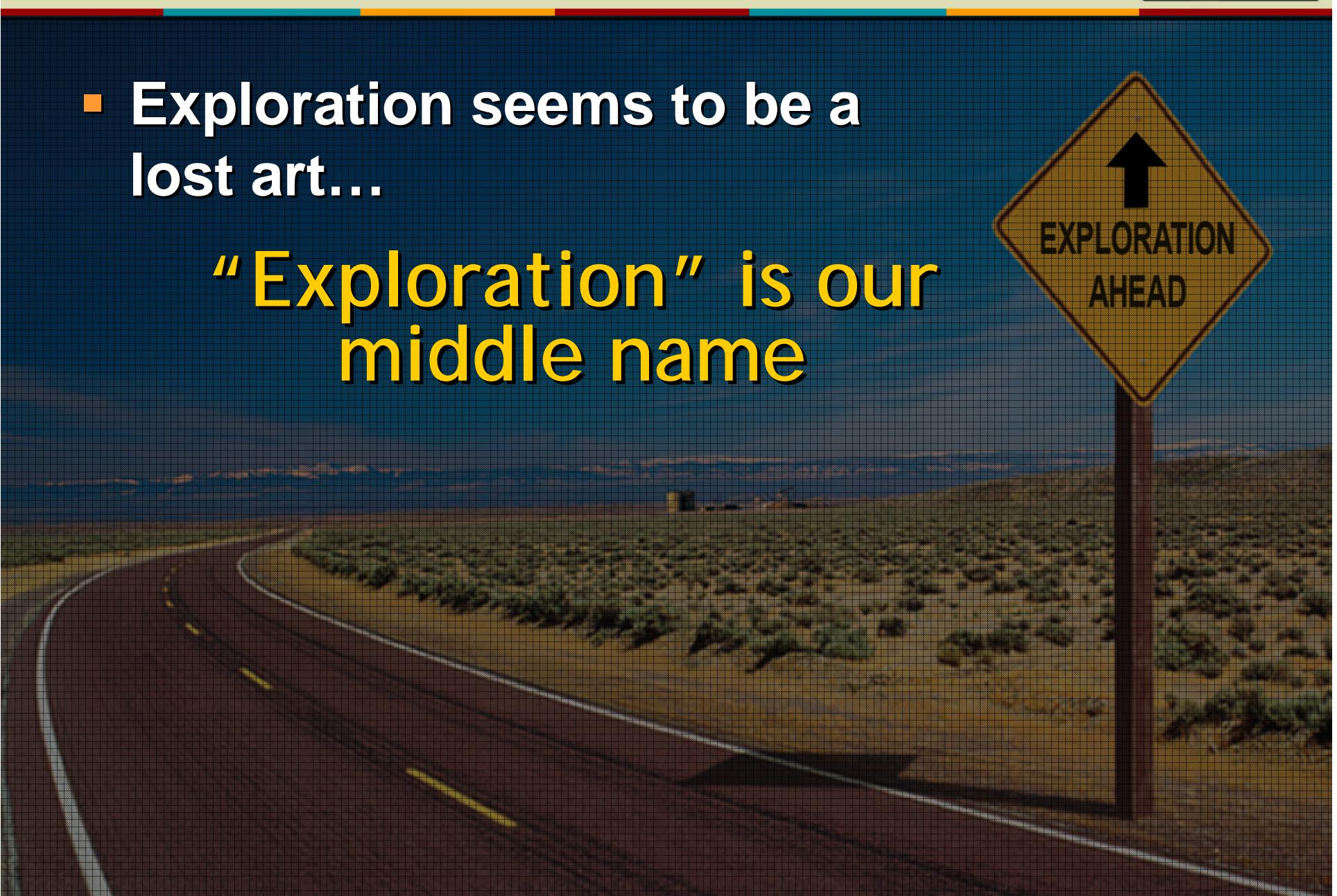


The Road to Exploration Success



- Exploration seems to be a lost art...

“Exploration” is our middle name



The Road to Exploration Success



- Newfield Creates a Great Environment...

**that allows YOU to
be successful!**

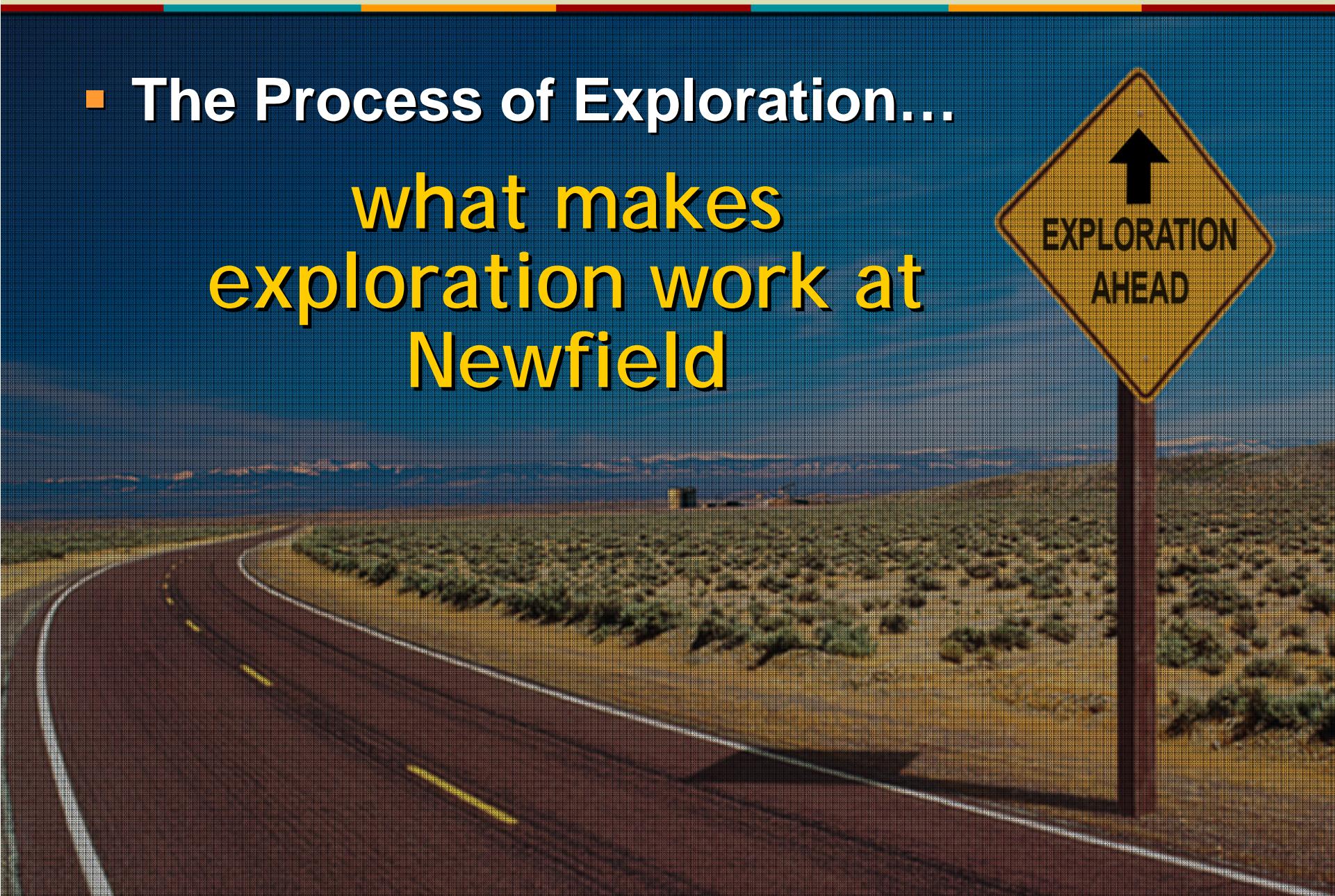


The Road to Exploration Success



- The Process of Exploration...

**what makes
exploration work at
Newfield**



1 Invest in the **RIGHT** Technology

GOM Technology was
Proven and Available

1

Invest in the **RIGHT** Technology



1 Invest in the **RIGHT** Technology

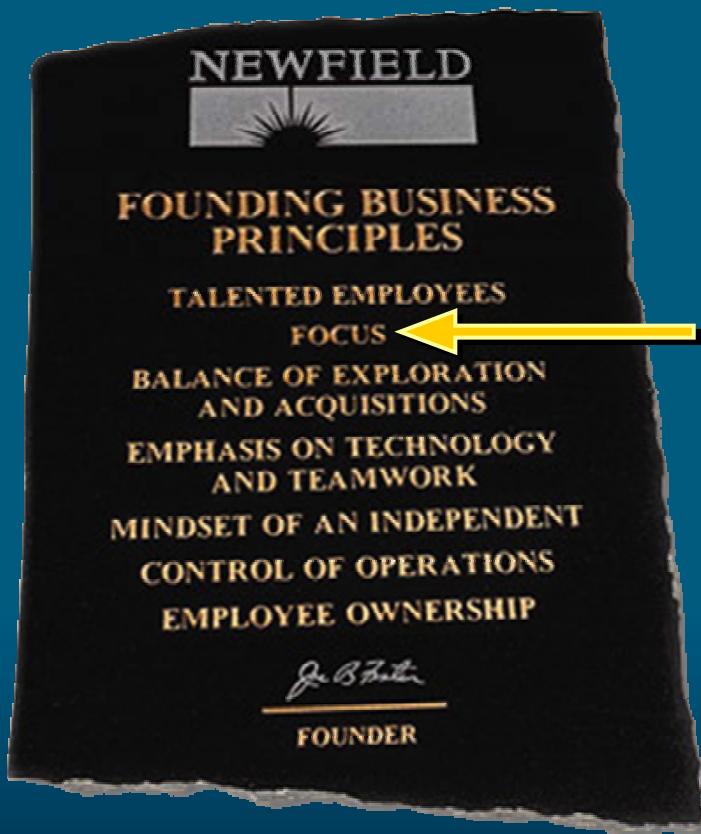
Newfield
selects the **RIGHT**
technologies!

Decide Where to Explore



2

FOCUS is Imperative to Success



2

FOCUS is imperative to success



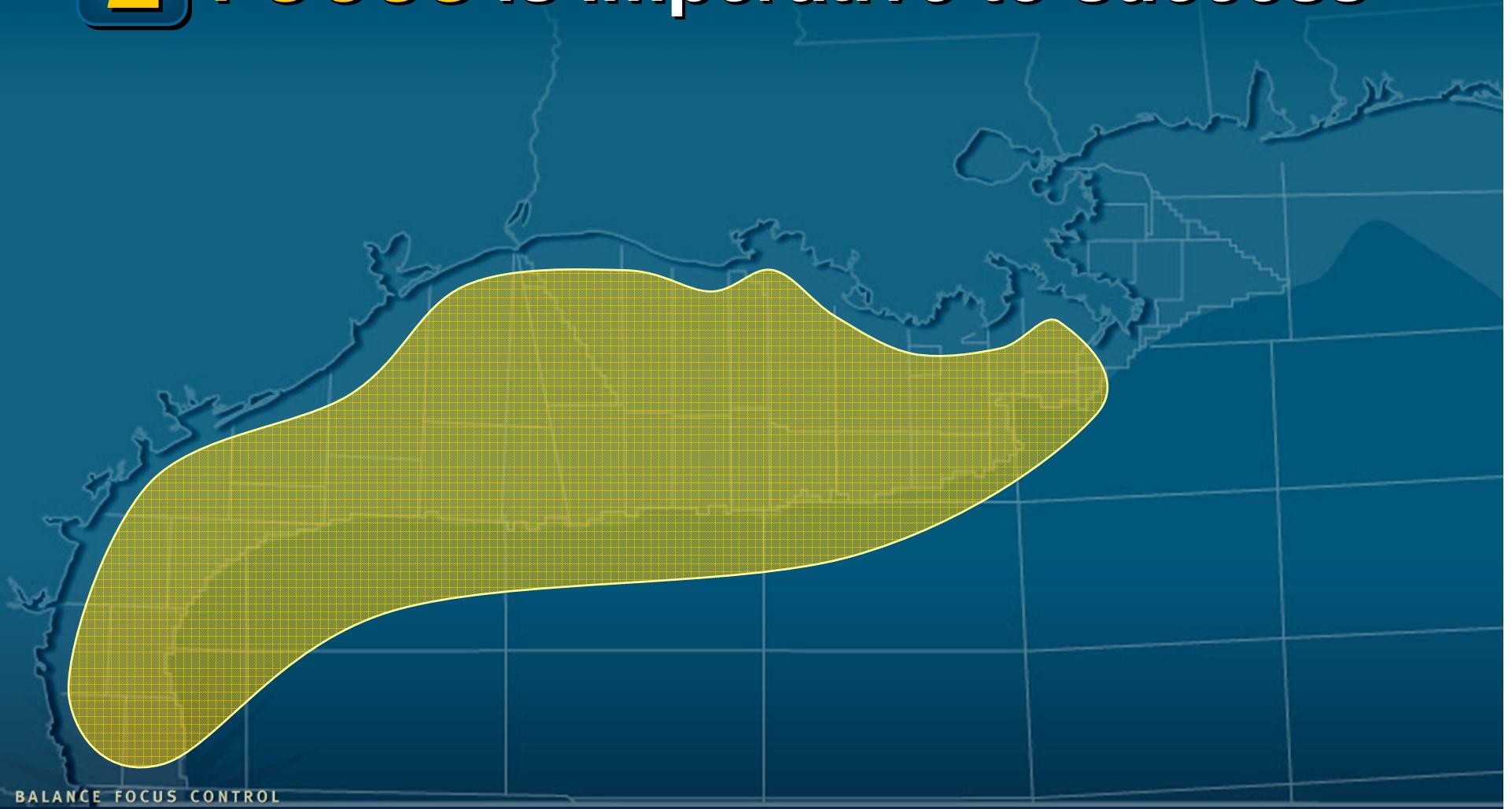
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Decide Where to Explore

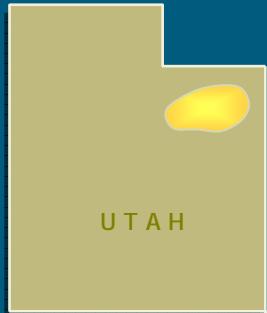


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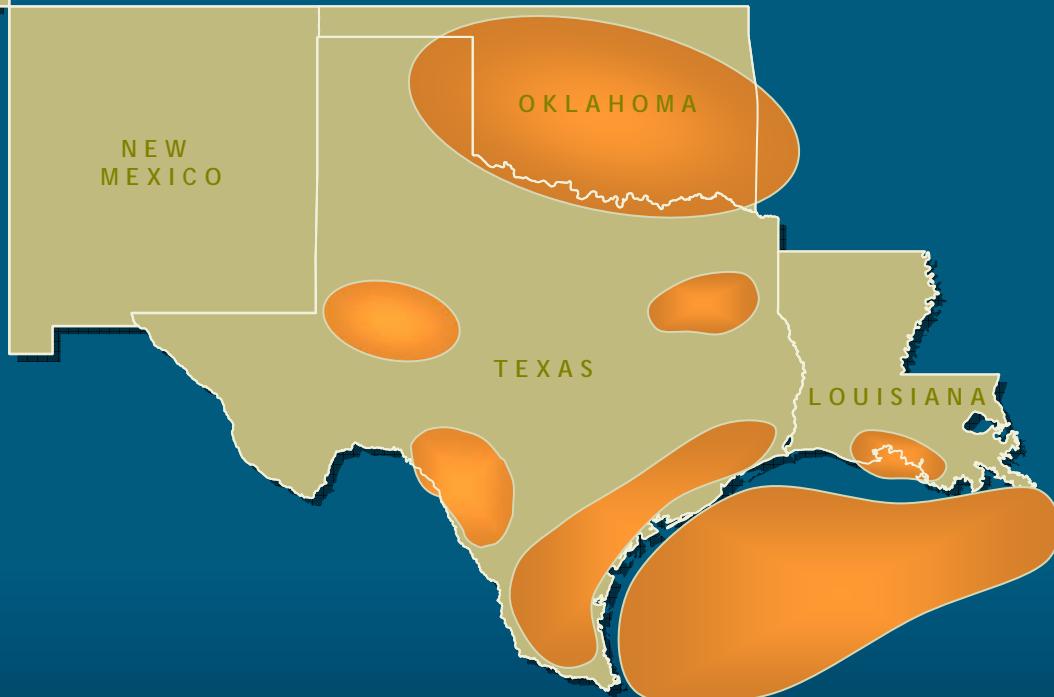
FOCUS is imperative to success



Decide Where to Explore



Newfield Core Areas *Balanced Portfolio of Operations*



BALANCE FOCUS CONTROL

INTERNATIONAL AREAS



Be a Leader in Exploration



3

LEAD, don't Follow

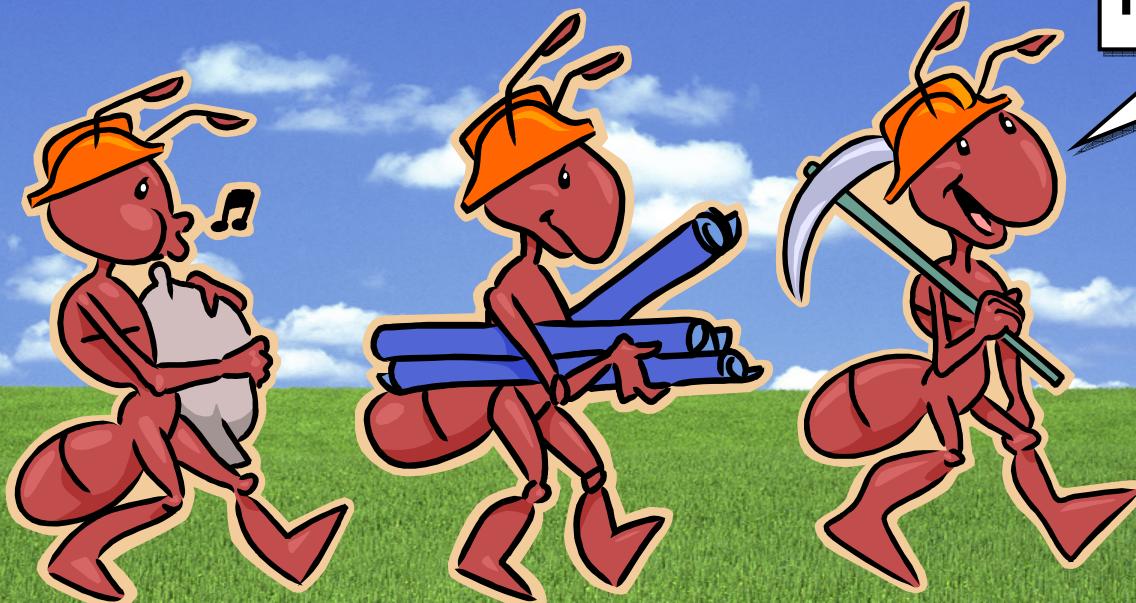
Be a Leader in Exploration



3

LEAD, don't Follow

Looks like we
are the
first to arrive!

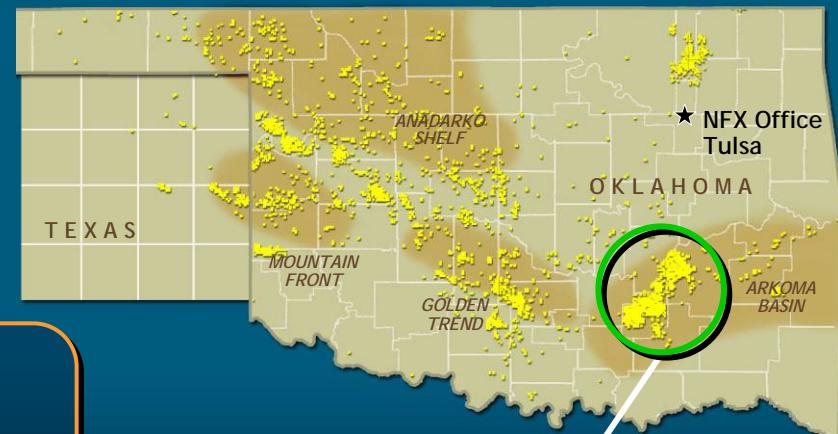
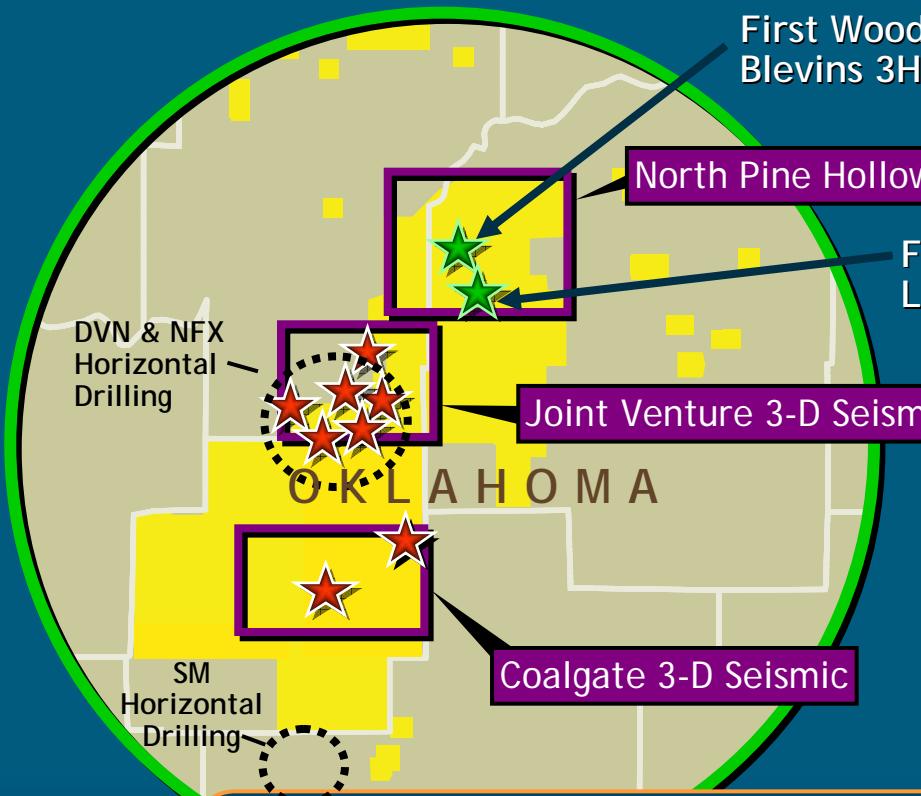


Be a Leader in Exploration



Newfield Acreage: 110,000 net

Woodford Shale Play



- Drilled >100 Vertical Wells to Date
 - Current Production: 35 MMcf/d (Gross)
 - 2006: Approx. 65 Wells / 45 Horizontal wells
- ★ NFX OP WELLS DRILLING OR COMPLETING

4 Exploit CORE COMPETENCIES to Your Advantage

4 Exploit CORE COMPETENCIES to Your Advantage

Do Your Homework!



Know your
Strengths



Know your
Weaknesses

5

**Don't be Afraid to Fail, but
LEARN from Your Mistakes**

5 Don't be Afraid to Fail, but
LEARN from Your Mistakes

Allow for Mistakes!

5

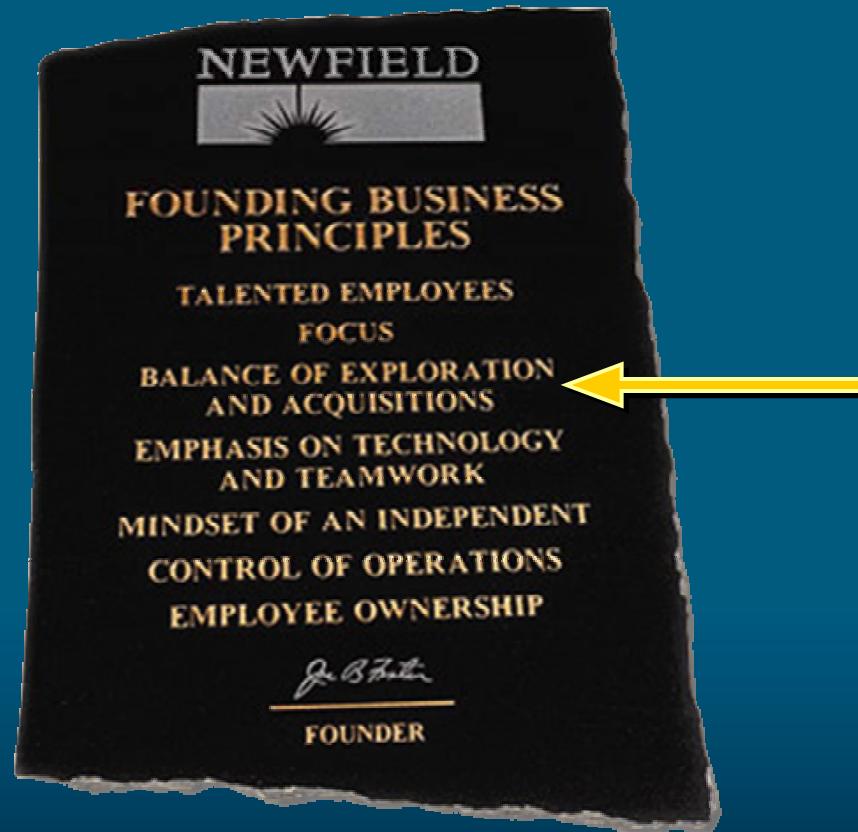
**Don't be Afraid to Fail, but
LEARN from Your Mistakes**



6 **CREATIVITY** is a Must in Today's Environment



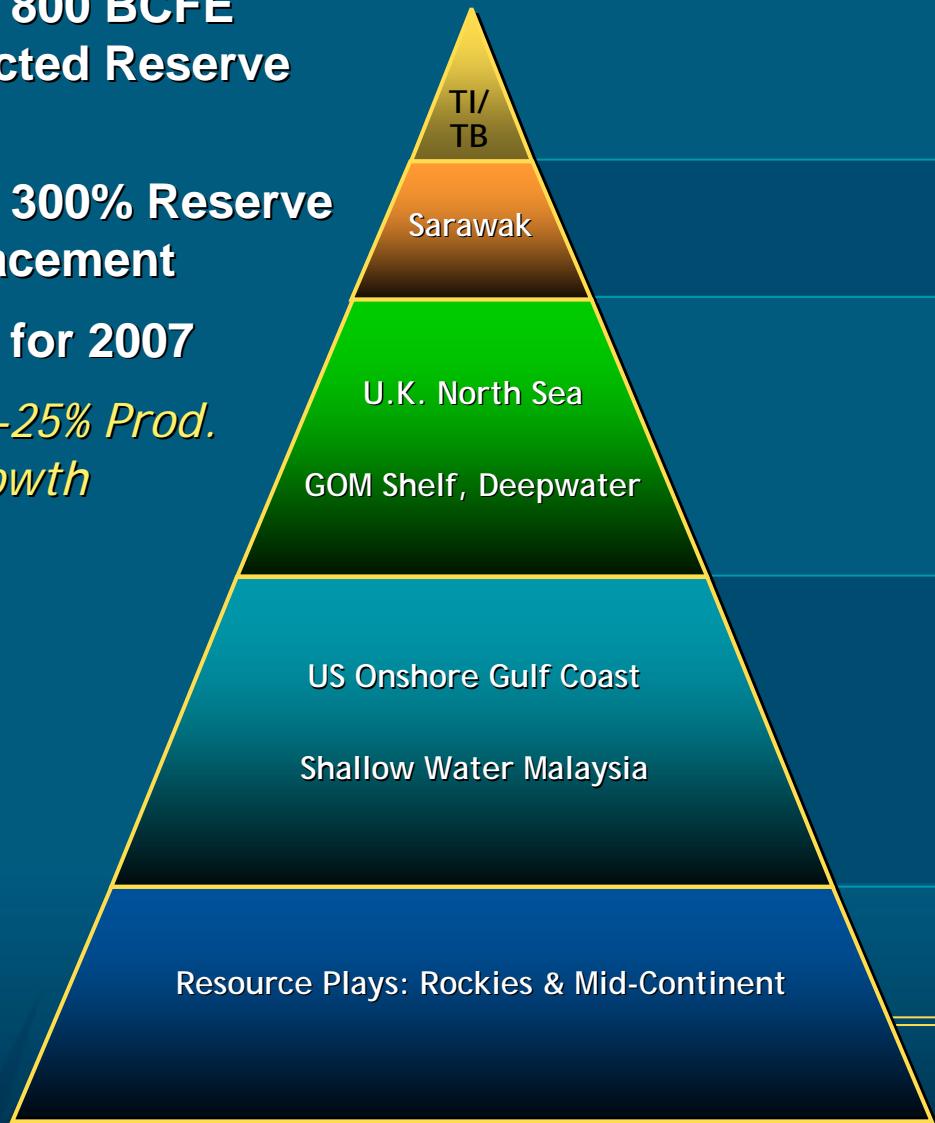
7 BALANCE of Exploration and Acquisitions



Maintain Balance



- 600 – 800 BCFE Expected Reserve Adds
- 250 – 300% Reserve Replacement
- Build for 2007
 - 20 -25% Prod. Growth



2006			
Net Unrisked (BCFE)	Net Risked	# Wells	
389	50	1	
504	75	1	
80	50	2	
250	130	20-25	
250	125	95-105	
140	115	10-12	
1,800*	250**	>500	
~3,413	~795	~637	

* Reserve Exposure ** EV Reserve Bookings

2006 Exploration Highlights

- **Gulf of Mexico – Deep Shelf, Deepwater and Treasure Island**
- **Malaysia – Conventional and Deepwater**
- **South Texas – Deeper Tests**
- **Val Verde**
- **Monument Butte Deep Gas**

8 REWARD Success

**Pay for
Performance!**

Why Newfield is a Great Place to Work...

- Employees are empowered to make decisions
- Fewer layers of management helps to keep ideas flowing
- Flexible work schedule but we keep our priorities straight
- Employees enjoy what they do

The Road to Exploration Success



- 1. Invest in the Right Technology**
- 2. Focus is Imperative to Success**
- 3. Lead, don't Follow**
- 4. Exploit Core Competencies to Your Advantage**
- 5. Don't be Afraid to Fail, but Learn from Your Mistakes**
- 6. Creativity is a Must in Today's Environment**
- 7. Balance of Exploration and Acquisitions**
- 8. Reward Success**

