

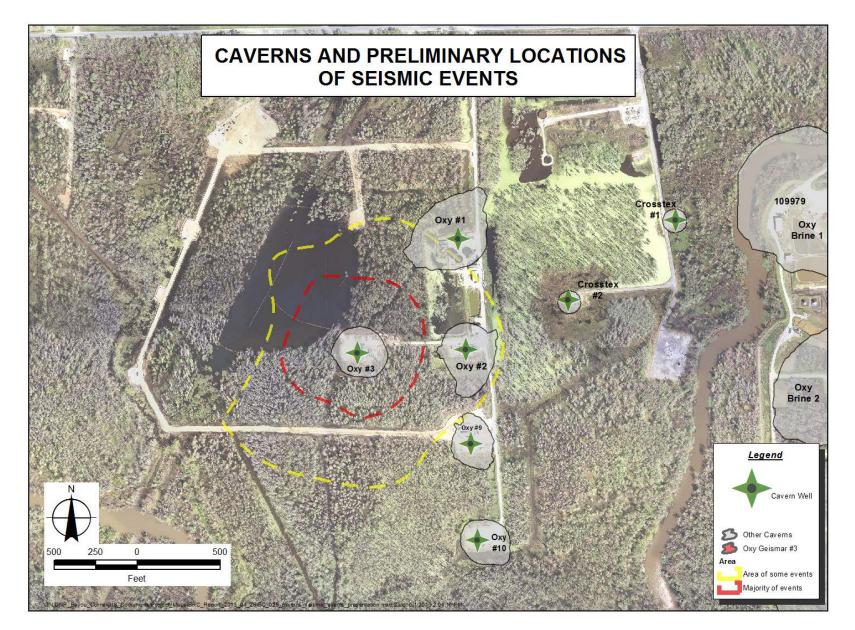


Progress Since April 4, 2013 Update

- Negotiated a new micro-seismic array in salt to 3,000 feet to replace micro-seismic array in Oxy 1
- TBC-Geophone-03 array near online
- Methane detected below some homes with potential indications of some thermogenic gas
- 3D seismic data and interpretation received from TBC

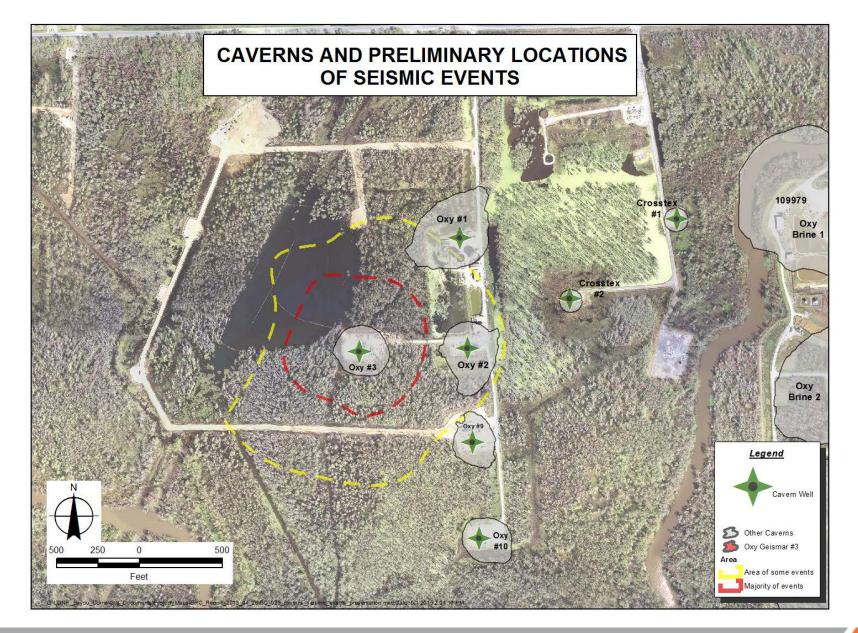


Seismic Array—Updated 4/28/13



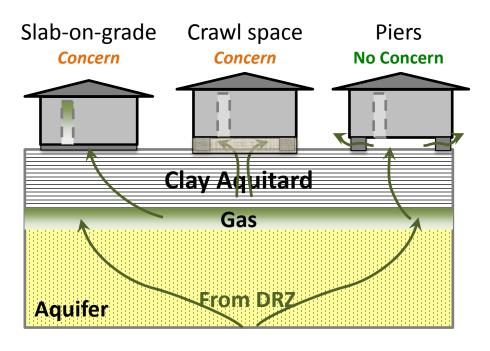


Plan-view Location of Seismic Events





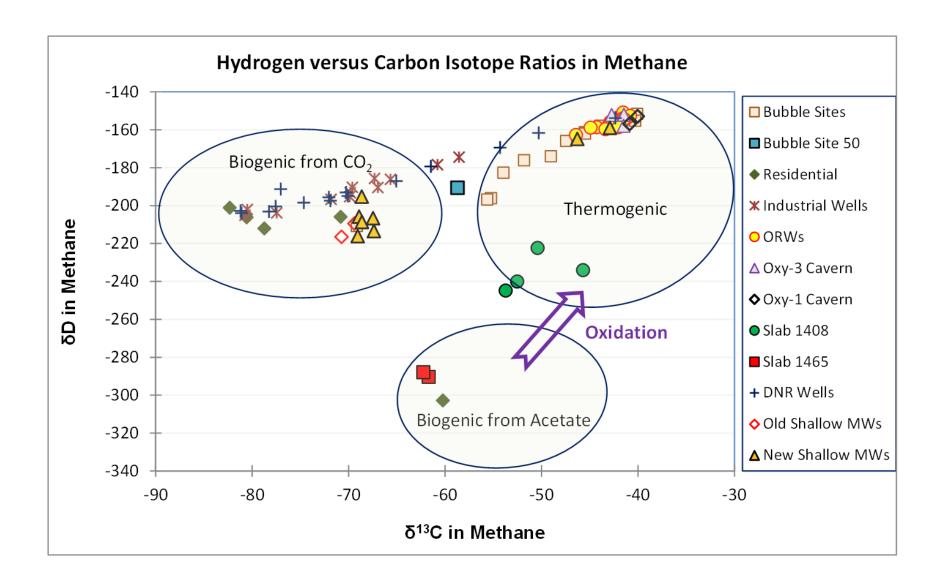
Gas Migration Into Homes



- Methane detected below two homes at LEL concentrations
- One trends toward thermogenic (natural gas)
- One shallow Geoprobe well in community at 30' in aquitard has thermogenic gas signature (biogenic in Oct. 2012)
- One shallow Geoprobe well east of community at 30' in aquitard has mixed gas signature
- Other 2 recent gas samples are biogenic (swamp gas)

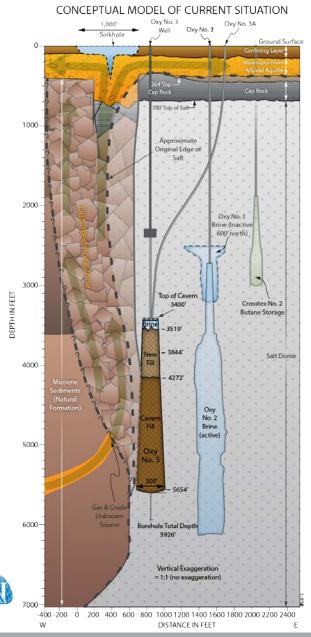


Methane Isotope Results





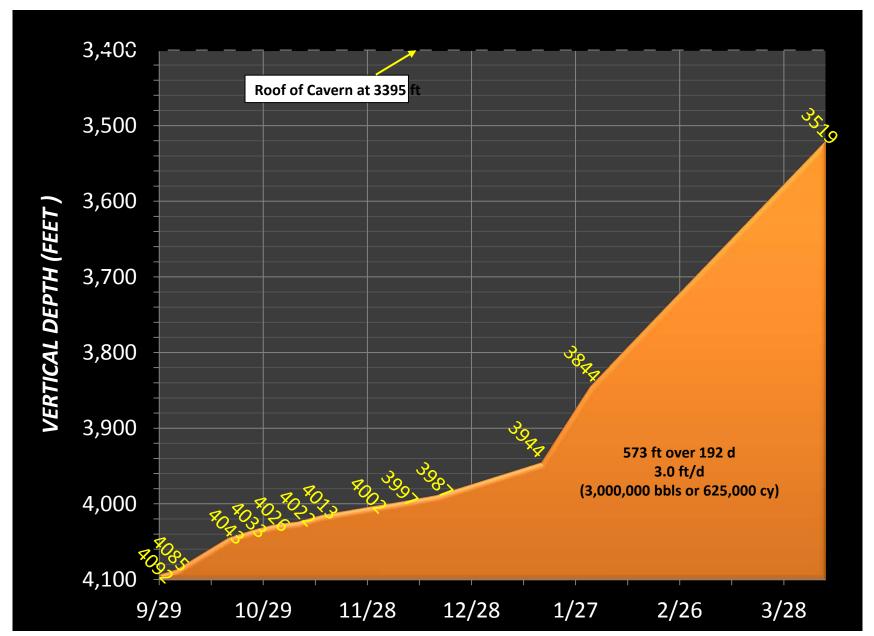
Oxy 3 Cavern Update



Cavern update

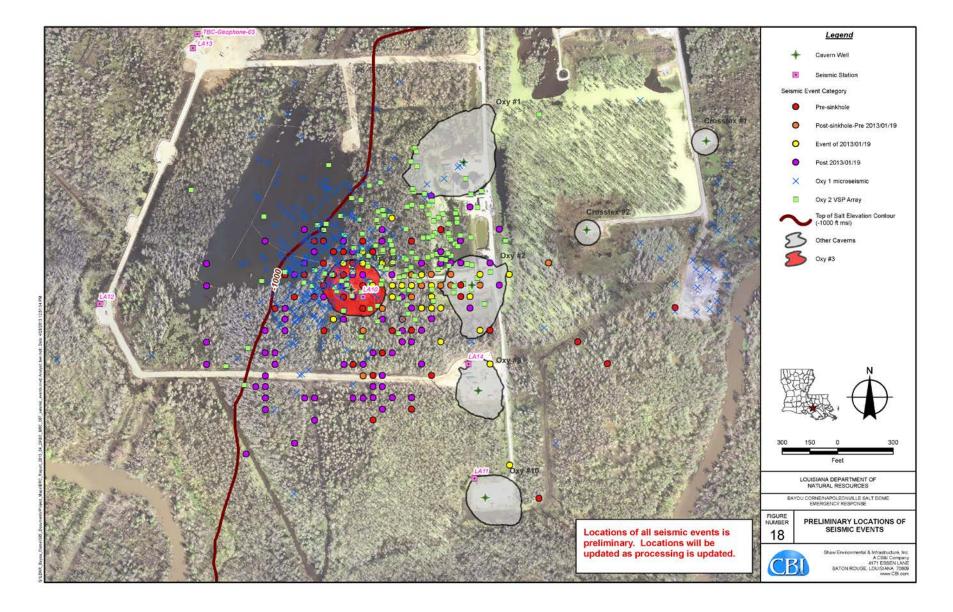
- Cavern bottom tag at 3919 feet TVD, 119 feet of cavern remaining as of April 6
- Multiple seismic events in April
- Cavern pressures have stabilized at around 500 psi and so far brine removal has been unable to reduce them





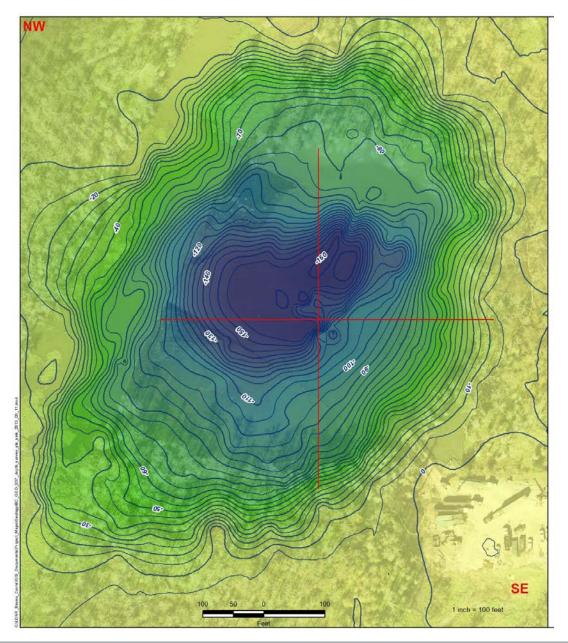


Plan-view Location of Seismic Events





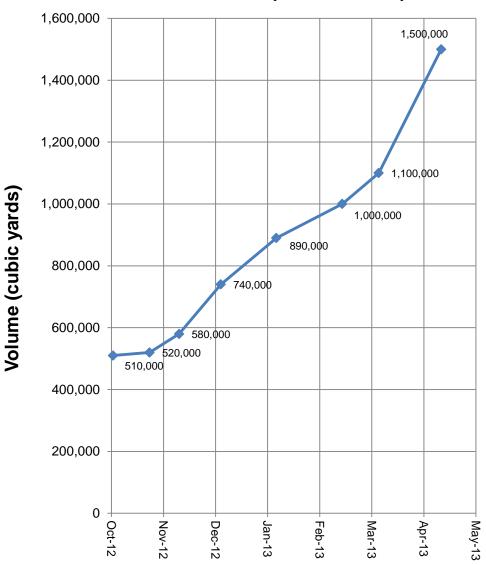
Sinkhole Depth March 2013





Sinkhole Volume Changes over Time

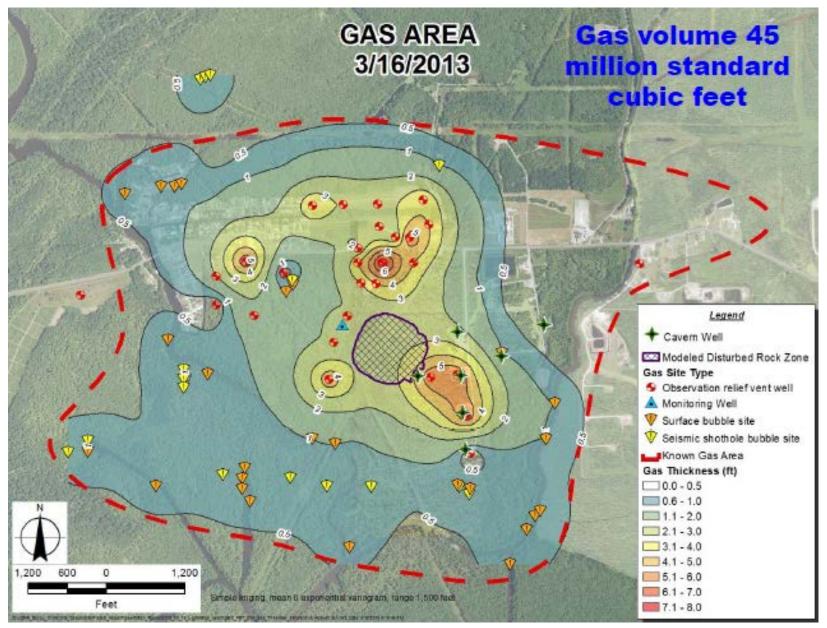
Sinkhole Volume (Cubic Yards)



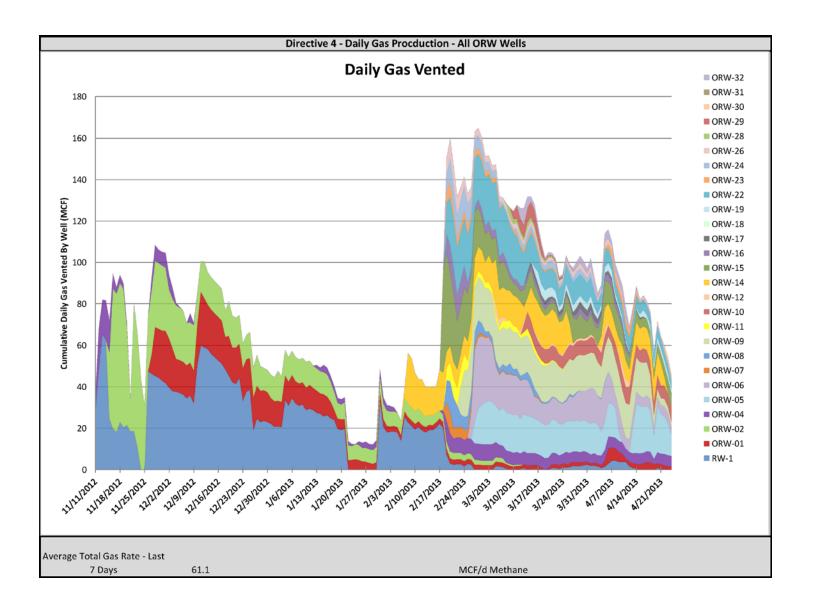
- Current sinkhole area—15.1 acres (defined by -10 foot depth contour)
- Total settlement area—37.5 acres
- Area increased 2.7 acres in past month and volume increased 300,000 yd³
- Western 60 feet of Oxy 3 pad collapsed in late March and early April













Bayou Corne—An Unprecedented Event

