

Taking on the world's toughest energy challenges."

CO₂ management at ExxonMobil's LaBarge Field, Wyoming, USA

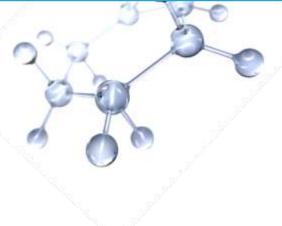
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This presentation includes forward-looking statements. Actual future conditions (including economic conditions, energy demand, and energy supply) could differ materially due to changes in technology, the development of new supply sources, political events, demographic changes, and other factors discussed herein (and in Item 1 of ExxonMobil's latest report on Form 10-K). This material is not to be reproduced without the permission of Exxon Mobil Corporation.

Presentation Outline



- Overview of LaBarge Field
- Role of CO₂ EOR in Carbon Capture and Storage (CCS)
- Technical solutions
- New technology development
- Conclusions

Overview of LaBarge Field



- Gas composition
 - Field discovered in 1963, production startup in 1986
 - Lowest methane content natural gas commercially produced today. Major components are:
 - 65% Carbon Dioxide (CO₂)
 - 21% Methane (CH₄)
 - 7% Nitrogen (N)
 - 5% Hydrogen Sulfide (H₂S)
 - 0.6% Helium (He)
- Advancement in gas separation technologies was necessary
- Logistical challenges include remote location, extreme environmental conditions and sensitive habitat
- Greenfield development of CO₂ Enhanced Oil Recovery (EOR) market
 - Ageing oil fields provided opportunity
 - CO₂ sales since start of production, 1986
- Globally significant helium resource

Role of EOR in CCS

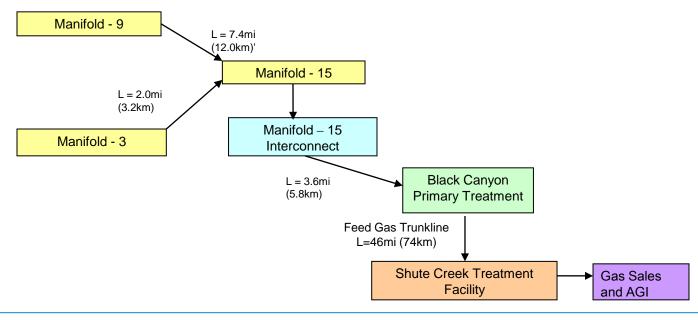


- Technologies and operational experience developed by oil and gas industry directly applicable to CCS
 - Gas treatment/separation
 - Pipeline transportation
 - Injection operations and wells
- CO₂ EOR creates an early opportunity for CCS
 - Economic component supports CCS
 - Facilitates infrastructure development
 - Facilitates testing/development of technology
- Transition to CCS challenges remain
 - Economic foundation for CCS
 - Energy demand of capture technologies
 - Legal and regulatory framework that <u>enables</u> CCS
 - Management of long term stewardship and responsibility





- Environmental setting dominant factor
 - Public lands with rich wildlife habitat
- Remote well field
- Primary treatment at Black Canyon Primary Treatment Facility, 11 km miles from well field
- Gas separation and process management at Shute Creek Treating Facility (SCTF), over 74 km from well field
 - Isolation provides valuable risk management benefits for sour gas processes



Technical Solutions – Field Layout



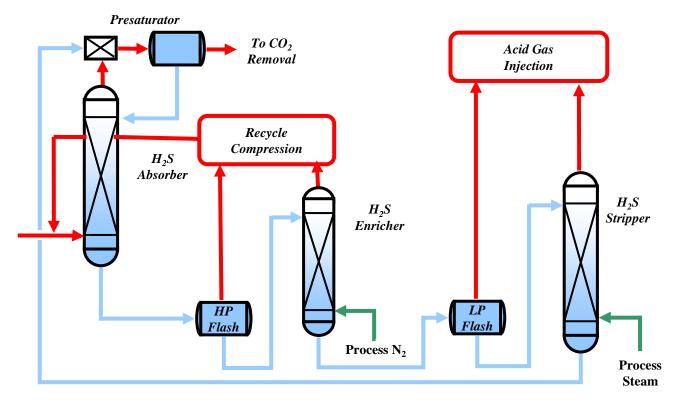


Technical Solutions – H₂S/CO₂ Separation

- Dual train system utilized at Shute Creek Treating Facility (SCTF)
 - Selexol[™] physical solvent use for sweetening
 - First train removes H₂S
 - Second train removes CO₂
- Majority of the CO₂ sold for EOR or industrial use
- H₂S disposed of via deep well injection
- CO₂ and H₂S treatment and management is energy intensive
 - -55 MW for gas treatment
 - 15 MW for acid gas injection
 - 30 MW for CO₂ compression and sales





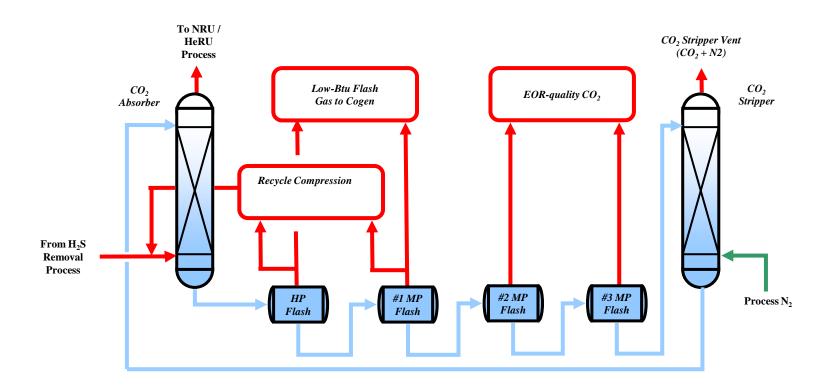


Blue - Selexol

Red - Gas







Blue - Selexol Red - Gas

Technical Solutions – Acid Gas Injection

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- Original 1,300 LT/D sulphur recovery unit mothballed
- Separated H₂S/CO₂ blend (60% H₂S, 40% CO₂) injected via two built for purpose wells
- 65 MMcfd capacity at 3100 psi
- Injection is into the water leg of the producing formation, 17,000' subsurface
 - Injection and production wells are >50 miles apart.
- Safe operation of system since startup in 2005.

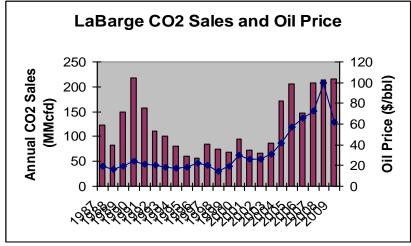




Technical Solutions – CO₂ Sales Expansion

- CO₂ sales capacity fully contracted since start-up in 1986
 - Actual takes sensitive to oil price
 - Take averaged ½ contracted volume through early 2000's
- CO₂ sales track oil price
- Recent price increases supported expansion of sales capacity
 - 110 MMcfd increase, 340 MMcfd total sales capacity
 - 3Q2010 start-up

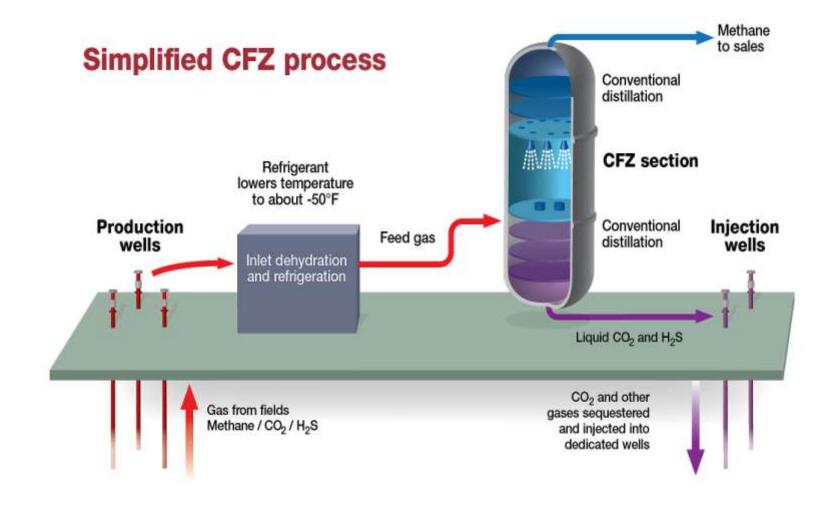




New Technology – Controlled Freeze Zone™

- Controlled Freeze Zone™ (CFZ) is a single step cryogenic separation process.
 - Simple process, done at pressure, energy efficient
 - Separates CO₂ and H₂S
 - Targets sour natural gas treatment
- Technology developed and tested by ExxonMobil in mid 1980's
 - Induces controlled freezing and re-melting of CO₂ in a specially-designed distillation tower section
 - CO₂ and H₂S removed as a readily injectable, high pressure liquid
- No limits on inlet CO₂ or H₂S concentration
- Commercial scale demonstration under construction at SCTF site
 - Start-up and initial testing underway
 - Initial test results are positive

New Technology – Controlled Freeze Zone™



Conclusions



- Safe CO₂ management and commercialization have been a priority since the start of LaBarge production in 1986
- SCTF operations have demonstrated the safety and viability of large scale CO₂ capture
 - CO₂ avoided equivalent to a 650
 MW coal fired power plant
- Over 75% of the produced CO₂ controlled
- ExxonMobil's CFZ[™] is being commercially demonstrated





Questions?



