Improving Lives Through Affordable and Responsible Energy

Each year we set both safety and sustainability goals to keep us pushing towards a better outcome.

Environmental Actively C.A.R.E. Goals

2023

- Reduce the amount of GHG Emissions per drilled distance by 1% with a reach goal of 2%
- Implement Driller's Select on 100 rigs
- Achieve 80% of active rigs running below 30% average excess engine hours
- Achieve a completion rate of 98% for assigned GHG emissions training
- Improve winterization emissions measurement capabilities and build winterization roadmaps
- Validate emissions and fuel data with empirical testing

2024

- Expand, evaluate, and implement the opportunity sets required to meet the 2030 GHG emissions goal
- Improve excess engine hour precision
- Maintain all 2023 rigs under 30% and increase targeted efforts for rigs operating above 50% excess engine hours.
- Reduce fleet vehicle idle times by 25%
- Reduce volume of spills per 1000ft drilled by 15%



NORTH AMERICA SOLUTIONS RIG ENGINES GHG EMISSIONS NORMALIZED BY DRILLING ACTIVITY











Management Overview

Lower Emissions & Enhance Sustainability

How does it compare to energy storage?

Lowest cost/benefit solution

Is this a universal solution?

- Applicable for all engine types
- · Focused on people, processes and automation development
- The first step to more complex solutions

How big is the need for improved engine management?

- Start with a baseline and identify opportunities for improvement
 - Primary goal of safely optimizing engine count / engine load for well and rig operations

 Engine use roadmap assesses historical requirements for power consumptions to drive awareness and fuel/emissions reduction











Highline Power Experience Overview

HIGH LINE RIG SITE IMPACT ESTIMATES*

(neglects cost of high line equipment)



- 1. Emissions and cost data limited to rig consumed power and excludes infrastructure costs
- 2. Cost and emissions savings will vary by region and well
- 3. Scope 1 emissions offset by lower Scope 2 emissions

- Nearly 20 years of experience drilling with highline power, over 1,000 executed wells
- Highline capable across the fleet
- High line design is compatible with utility voltages throughout U.S.
- High line design ensures full compliance with HSE and code requirements
- No impact on pad to pad move time



ECHNOLOGY

Performance Impacts Emissions **Fewer Days on Well**

- **Process Optimization**
- **Reduced Trips**
- **Reduced Cycle Time**





AutoSlide[®] Technology



FlexTorque® Technology



Formation Top Detection

88%

performance improvement

Since 2014 in the three largest U.S. **Unconventional basins**

Consistent & Efficient Well Delivery

Lower Emissions with Faster Drilling & Cut Trips Per Well



Autodriller Pro Case Study

Increased ROP by 21% in the intermediate and 31% in the lateral

Reduced 16 hours in unplanned trip time

26% reduction in fuel and CO2 as a result of faster drilling and no unplanned trips

AUTODRILLER



AUTODRILLER PRO

KPI	Units	All	Intermediate	Build	Lateral
Rotary ROP	(ft/hr)		343.6	290.2	275.9
Drilling State - Rotary	(hr)	51.0	17.7	0.8	32.5
Total Time	(hr)	165.4	71.1	15.3	79.0
On-Bottom Time	(day)	37			



PERFORMANCE IMPROVEMENT

KPI	Units	All	%	Intermediate	%	Build	%	Lateral	%
Rotary ROP	(ft/hr)			343.6	21%	290.2	47%	275.9	31%
Drilling State - Rotary	(hr)	51.0	25%	17.7	27%	0.8	48%	32.5	22%
Total Time	(hr)	165.4	27%	71.1	31%	15.3	21%	79.0	24%
On-Bottom Time	(day)	3.7	17%						
On-Bottom Time	(hr)	3.7							