

BHP Billiton

Outlook for the Oil and Gas Industry in the Deepwater Gulf of Mexico

Scotia Capital Basic Materials Conference
February 2003



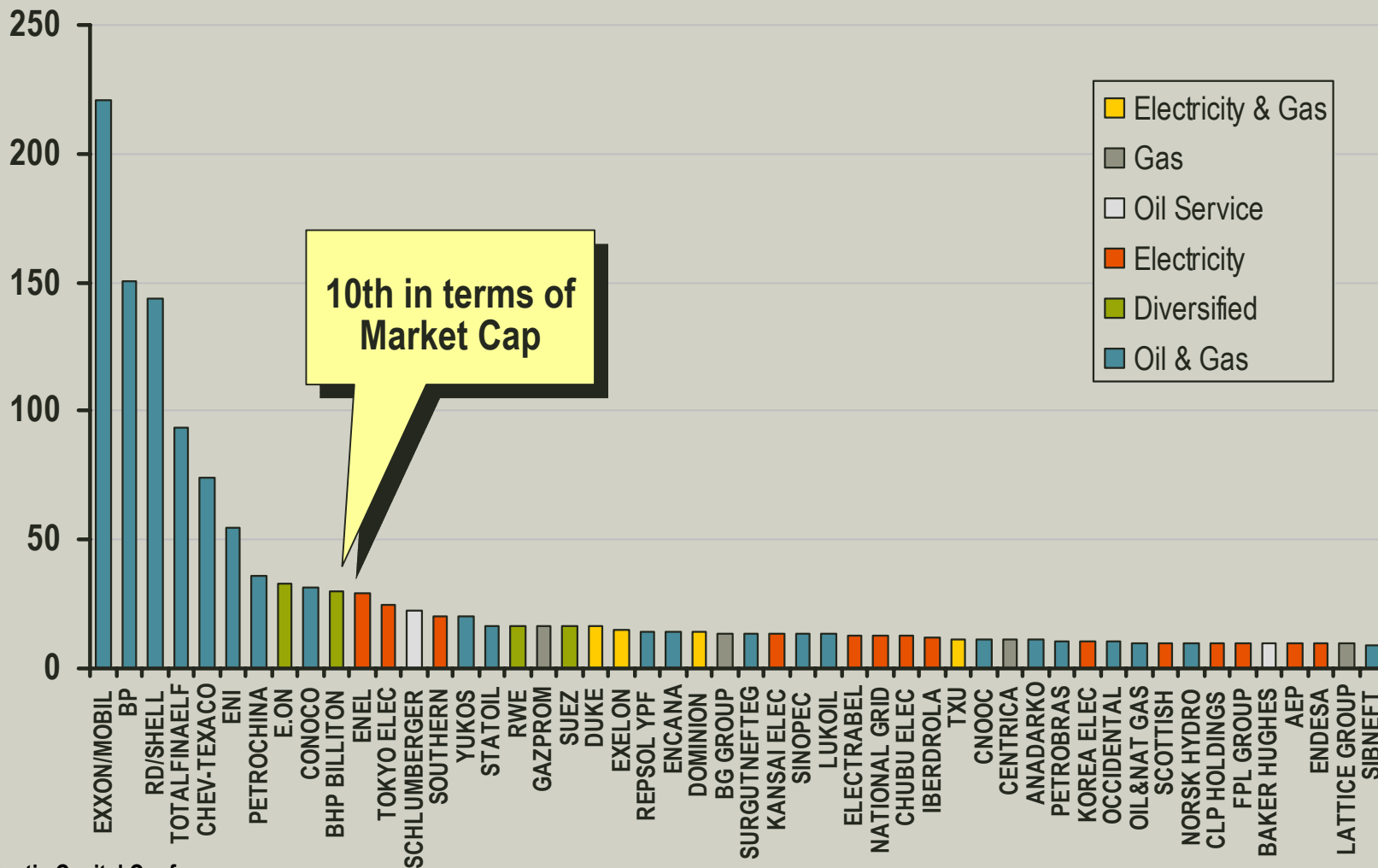
BHP Billiton – World's largest metals & mining company



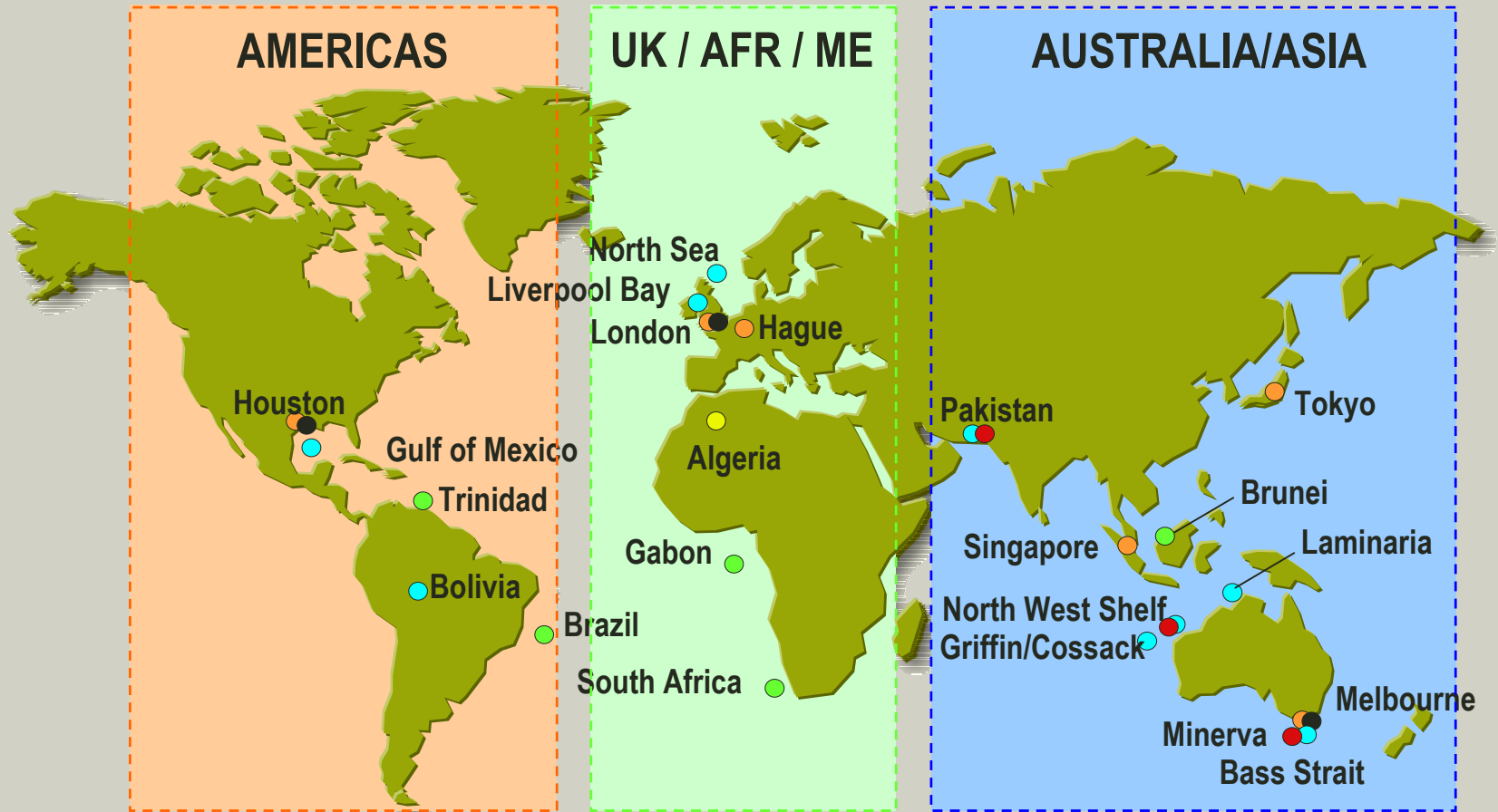
BHP Billiton – A medium sized player in the energy industry

Market Capitalization of the Top 50 Energy Companies (PFC Energy 50)

(US\$ Billion)

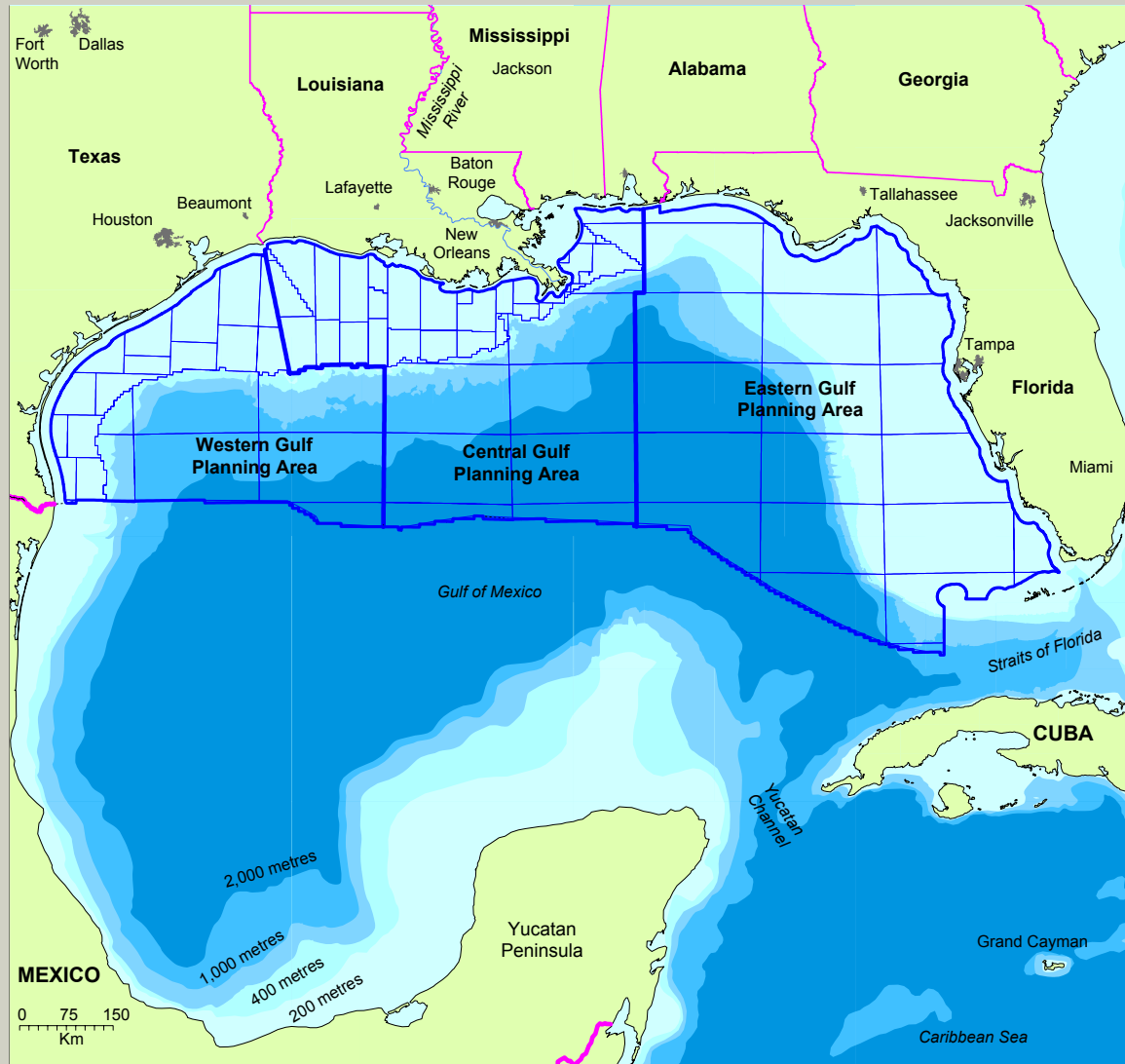


Our current operations and exploration

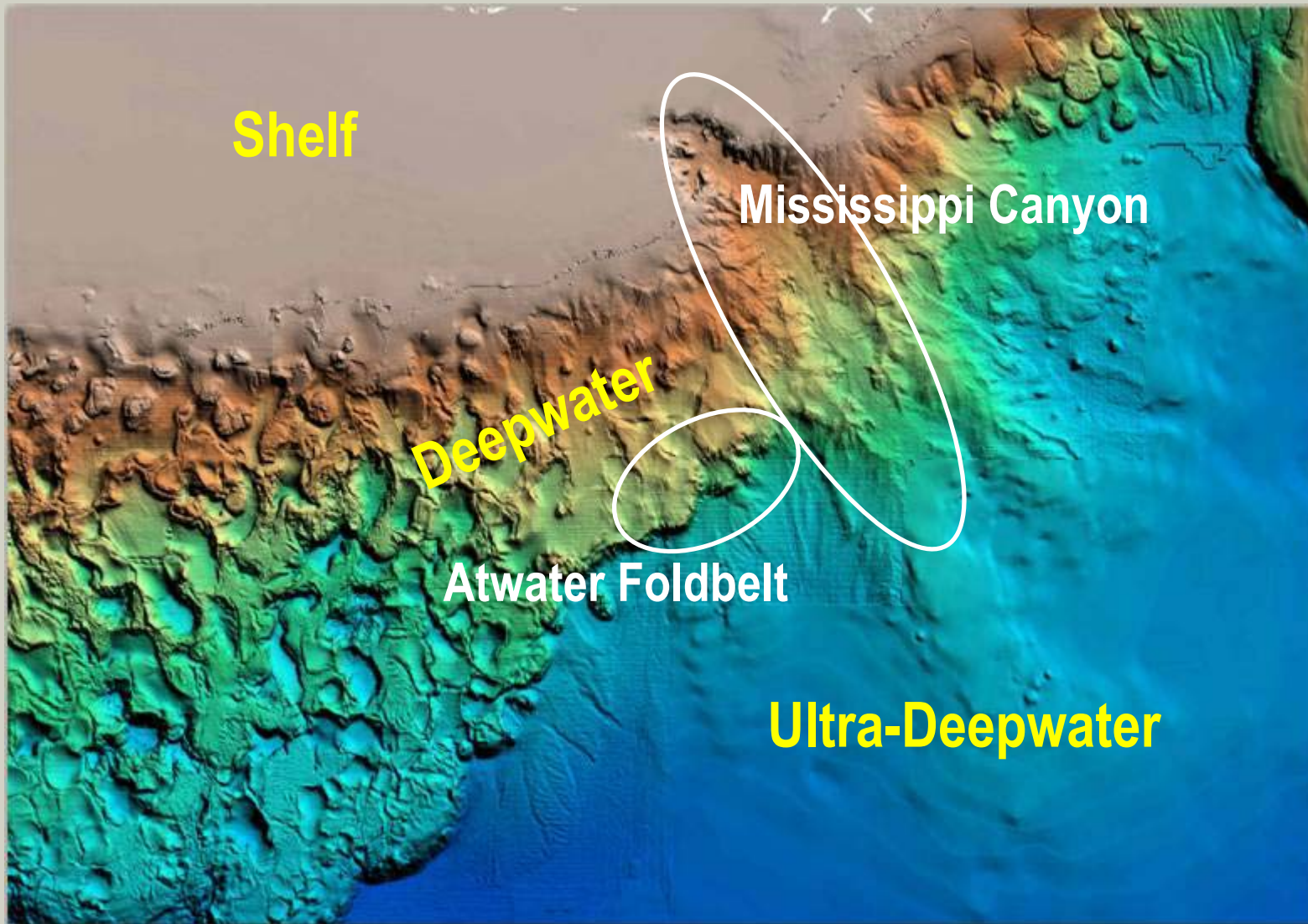


- Main Offices
- Marketing Offices
- Production
- High margin oil exploration & production
- Gas Commercialization
- Access to Discovered Resources

Gulf of Mexico (“GoM”) - Location



Deepwater Gulf of Mexico

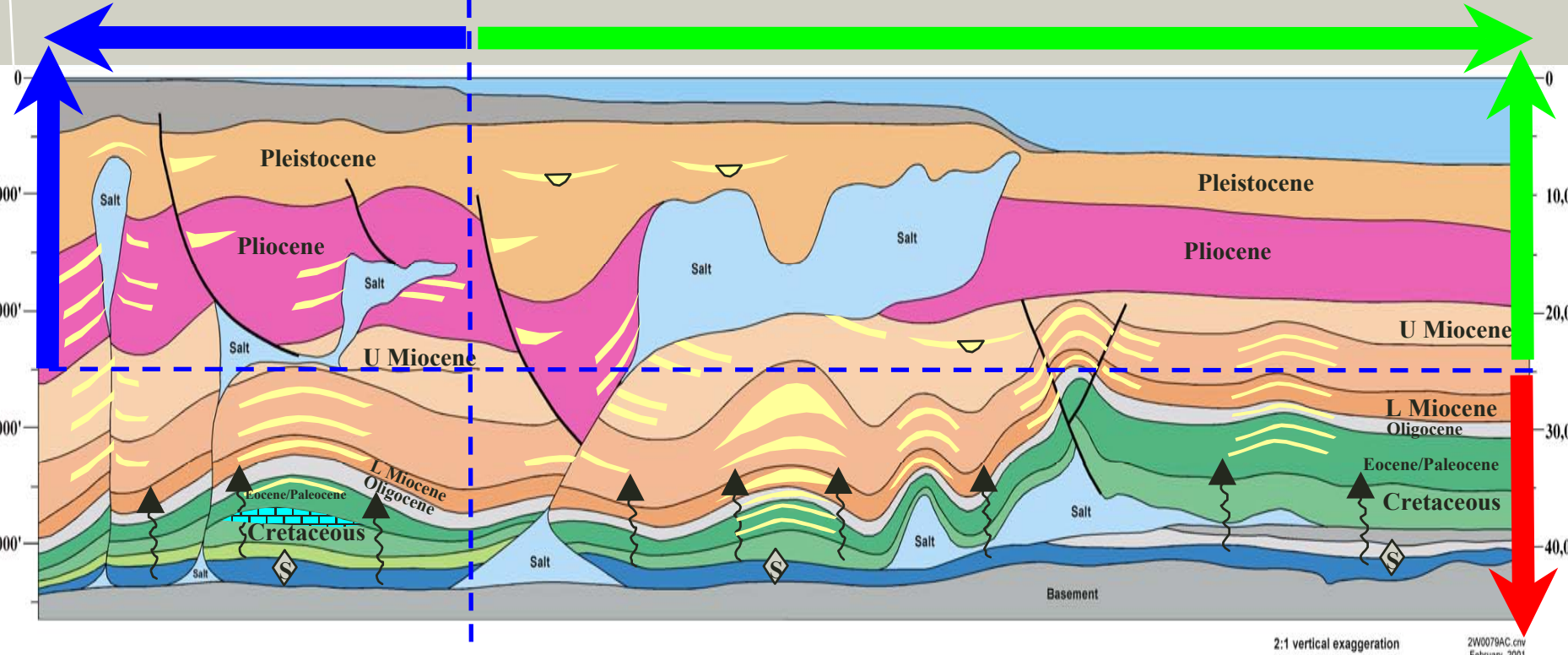


Gulf of Mexico – Multi Play and Multi Trap

Shelf
0-600' Water

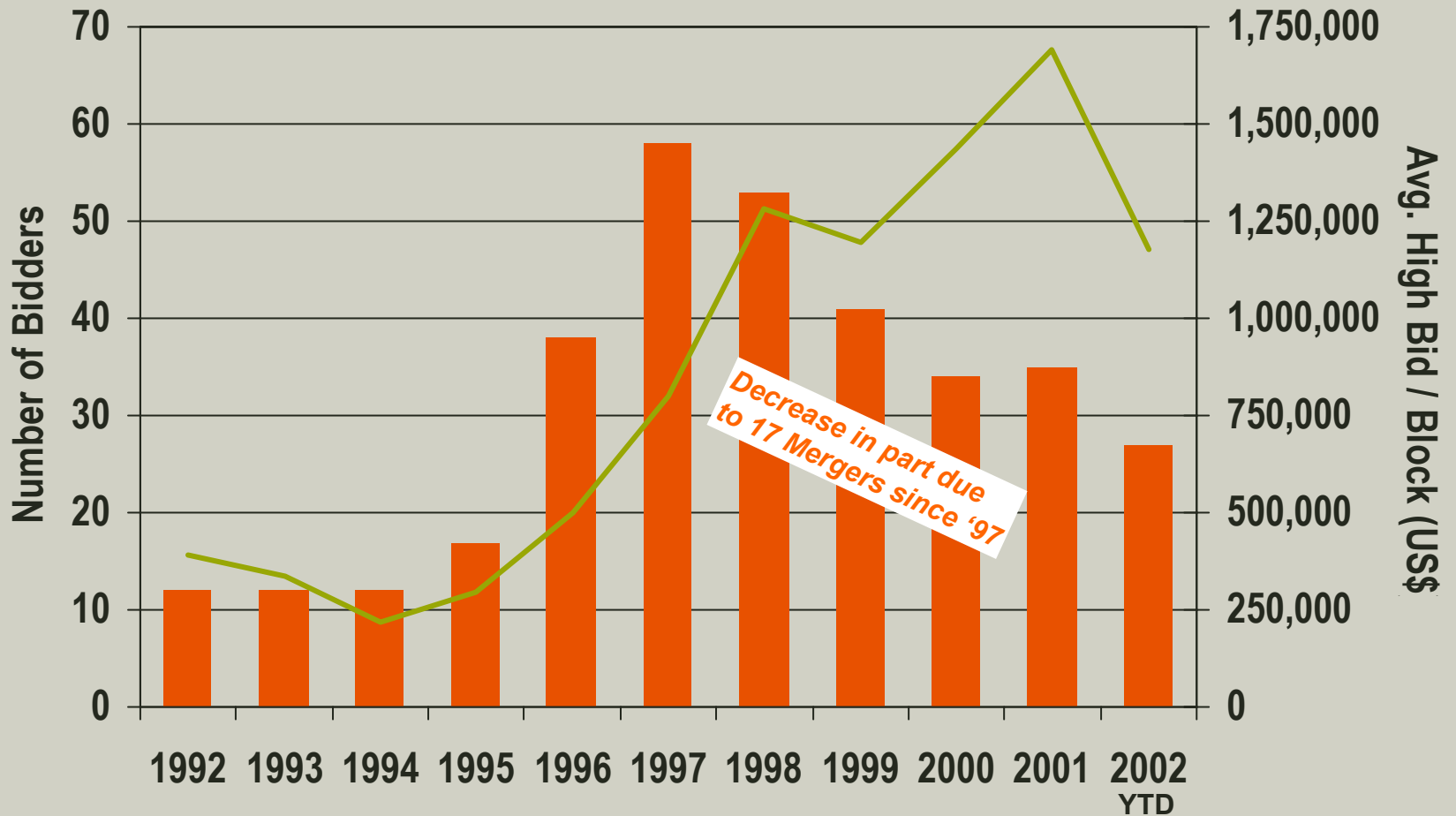
Deepwater
600'-5,000' Water

Ultra Deepwater
5,000'-10,000'+ Water



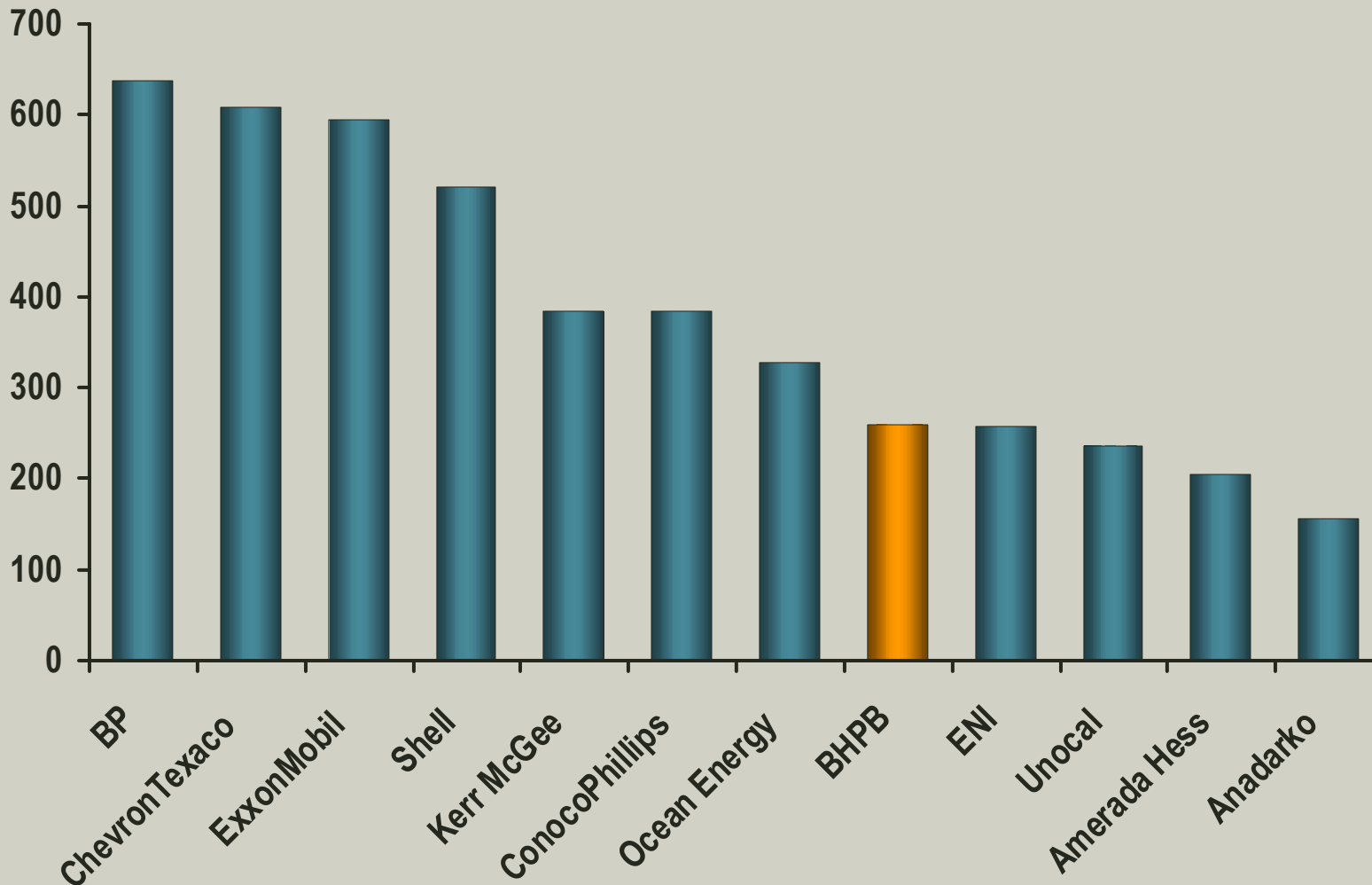
Competitors decreasing – increasing land costs

GoM Lease Sale Statistics Water Depths > 1500 ft.

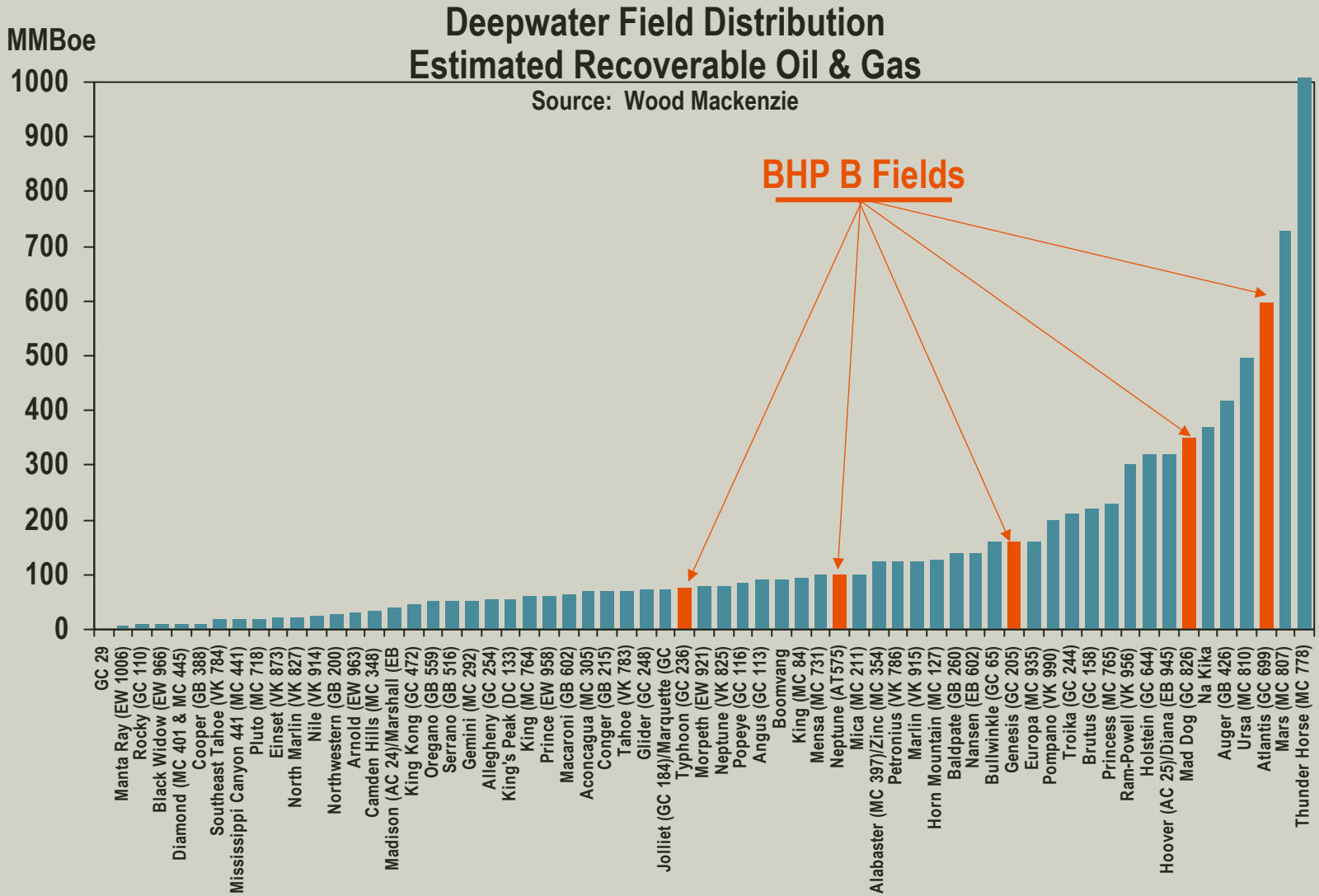


Gulf of Mexico deepwater leasehold ranking

Number of Leases

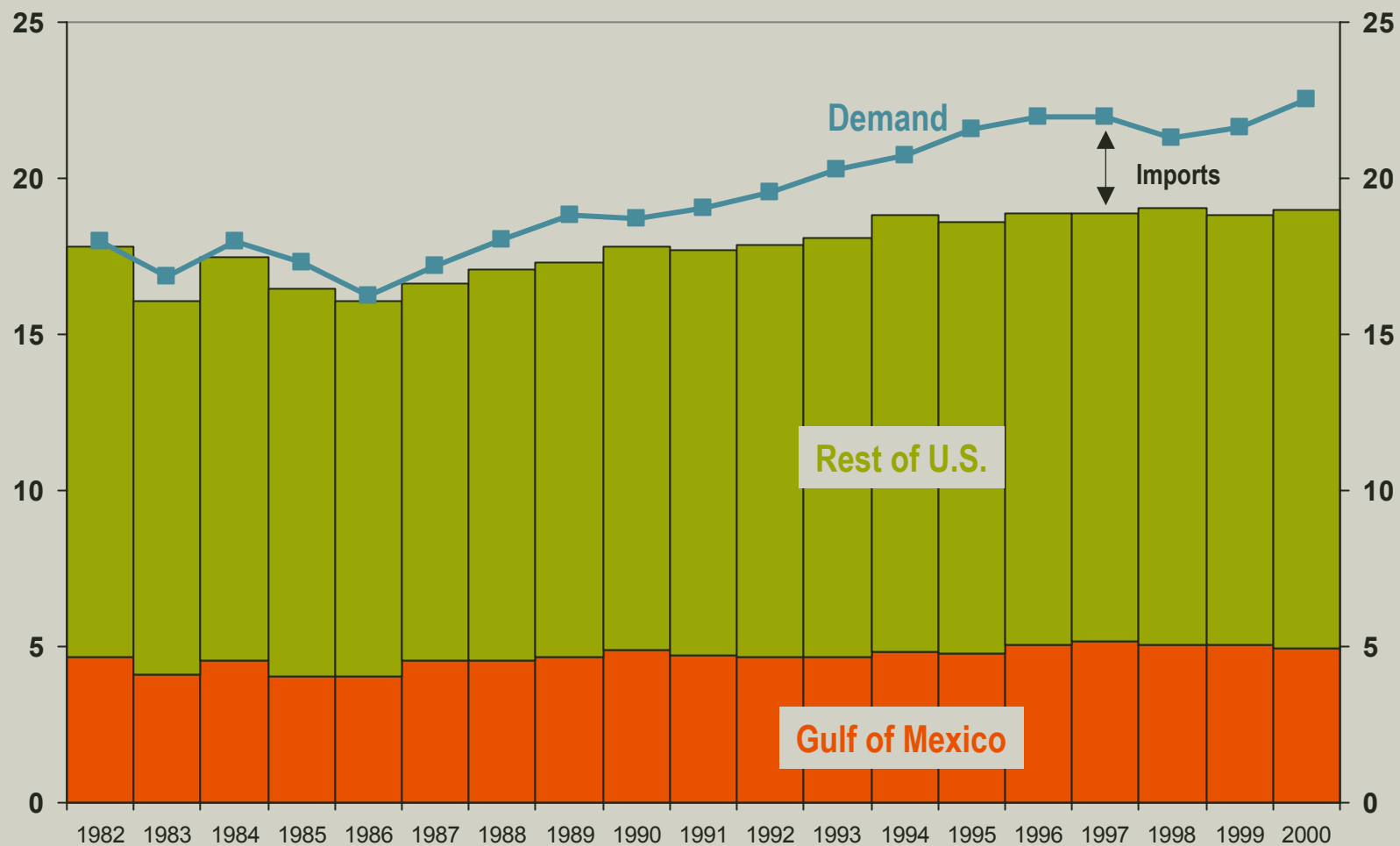


Gulf of Mexico Deepwater Discoveries



U. S. Natural Gas Supply / Demand

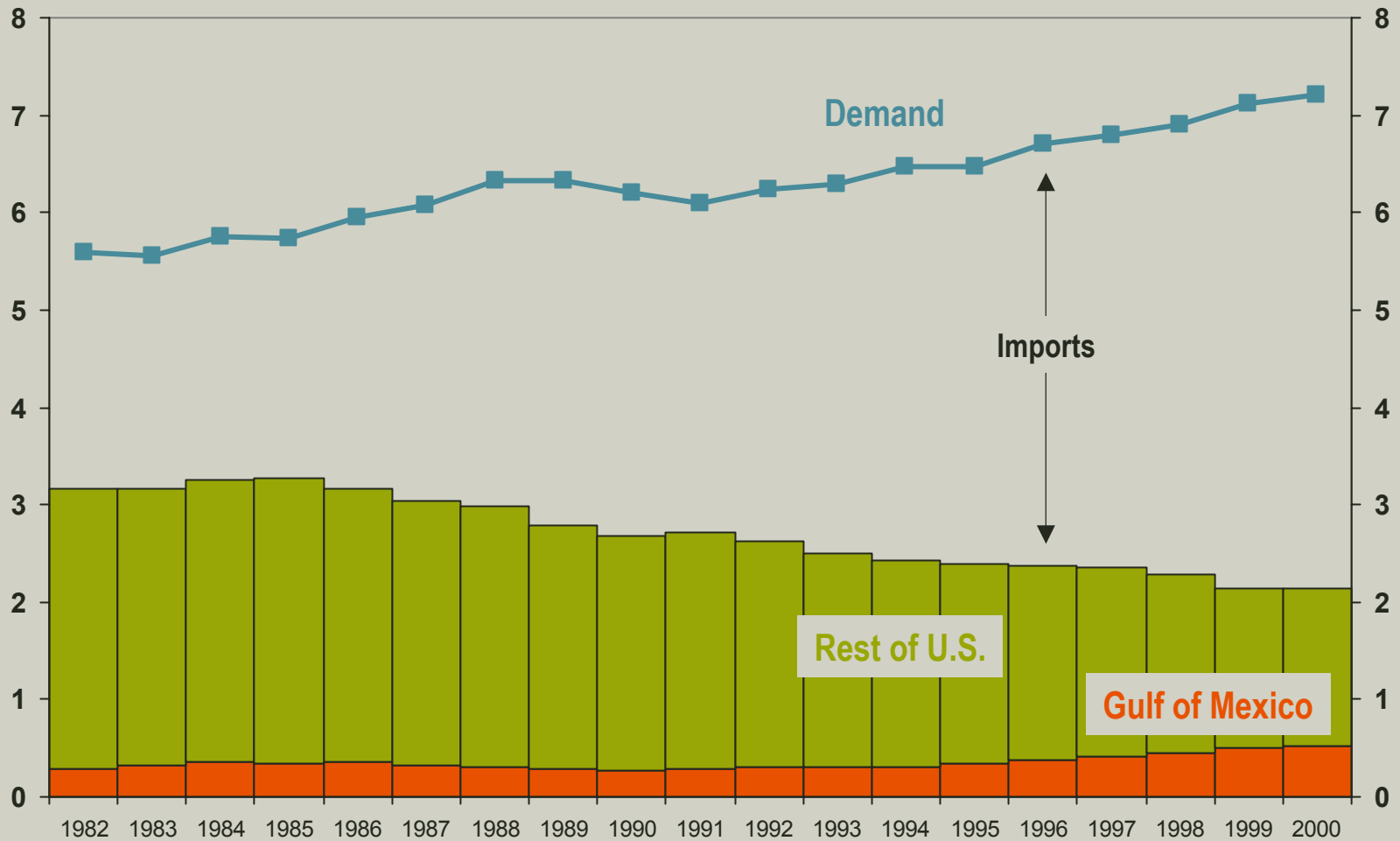
Tcf / year



Source: Energy Information Administration

U. S. Oil Supply / Demand

Billion Bbls/ year

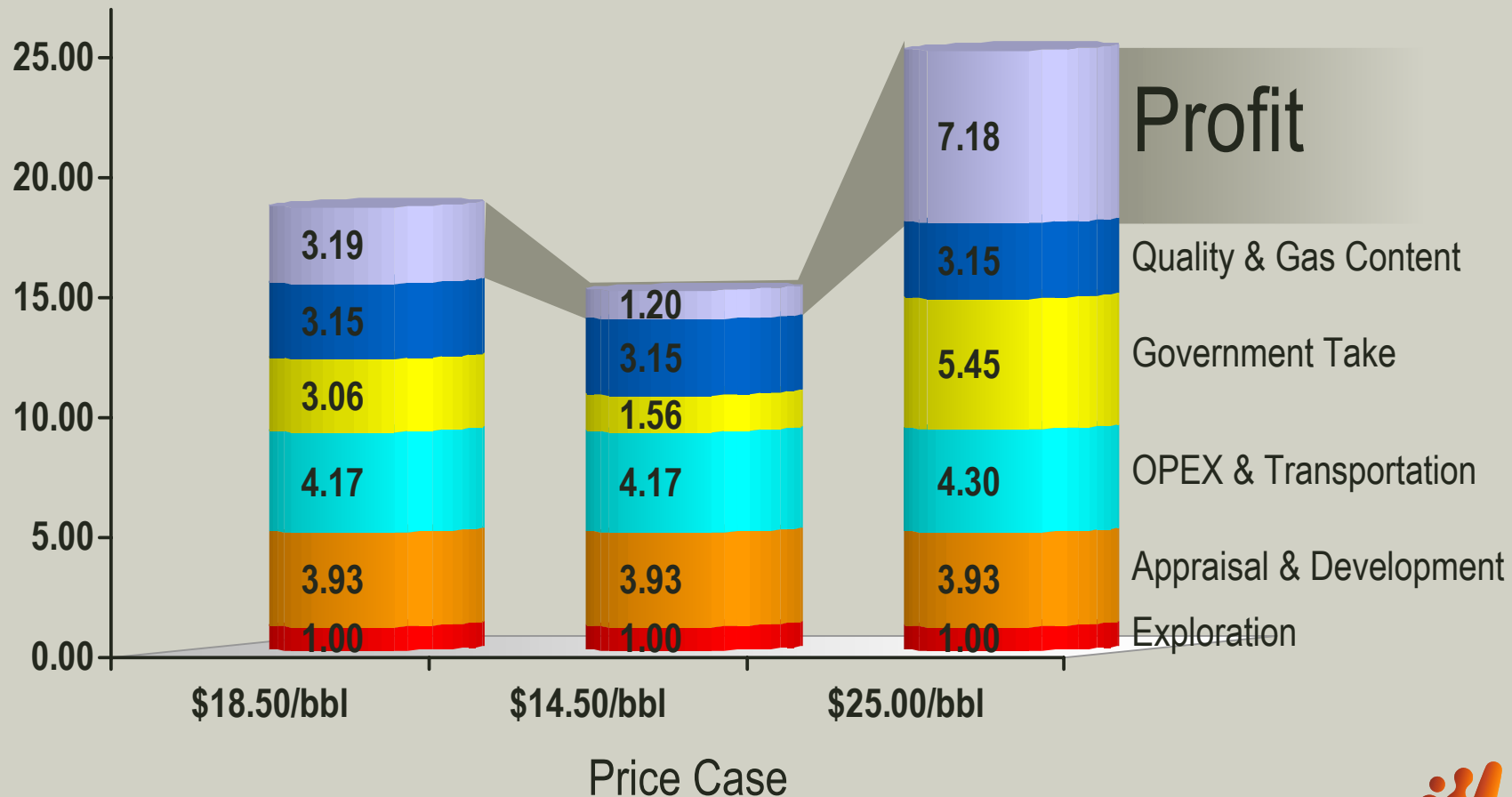


Source: Energy Information Administration

Indicative Margin Analysis

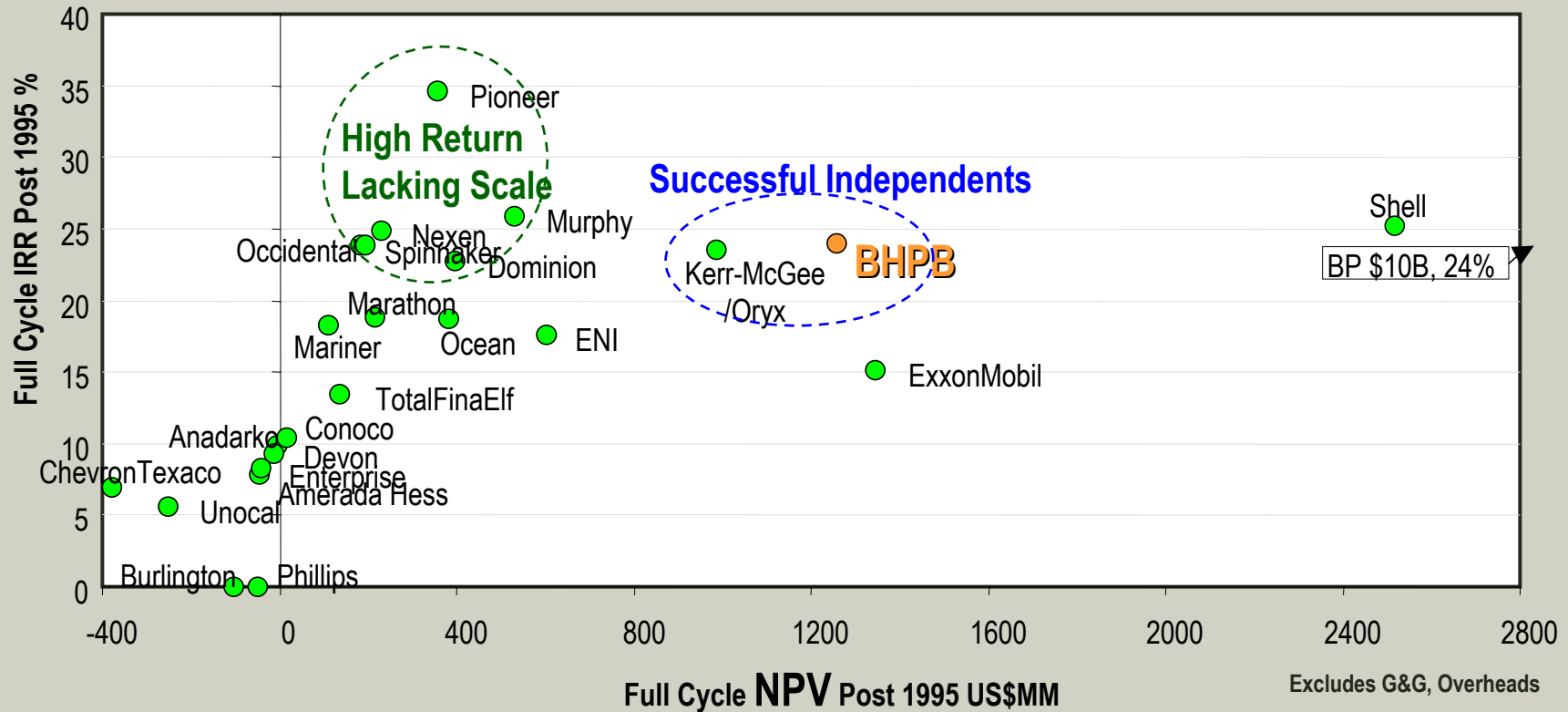
WD 6,500 ft, Field Reserve 500 MMboe

\$US/bbl Nominal



Competitive positions in the Gulf of Mexico

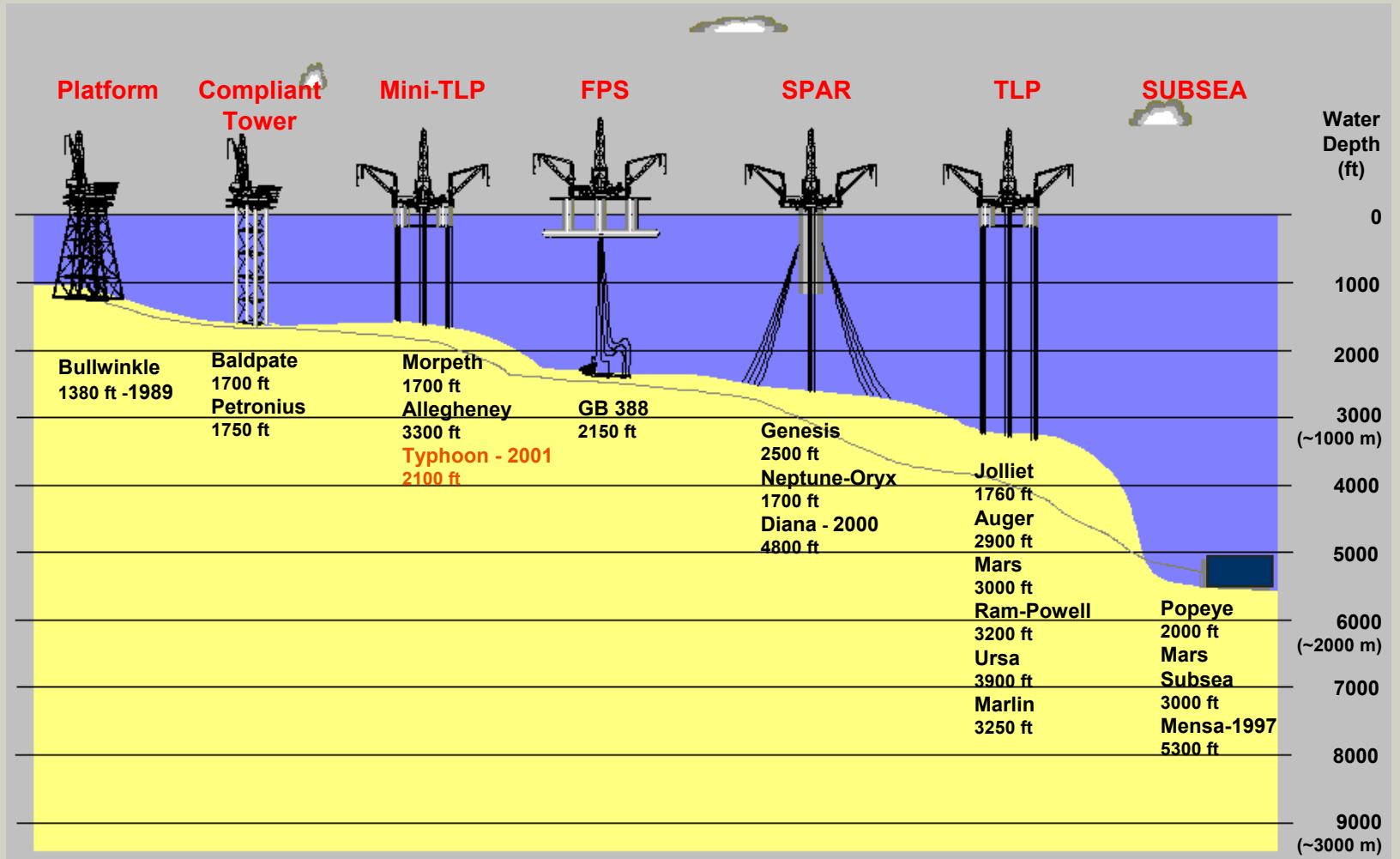
Deepwater Performance Post 1995



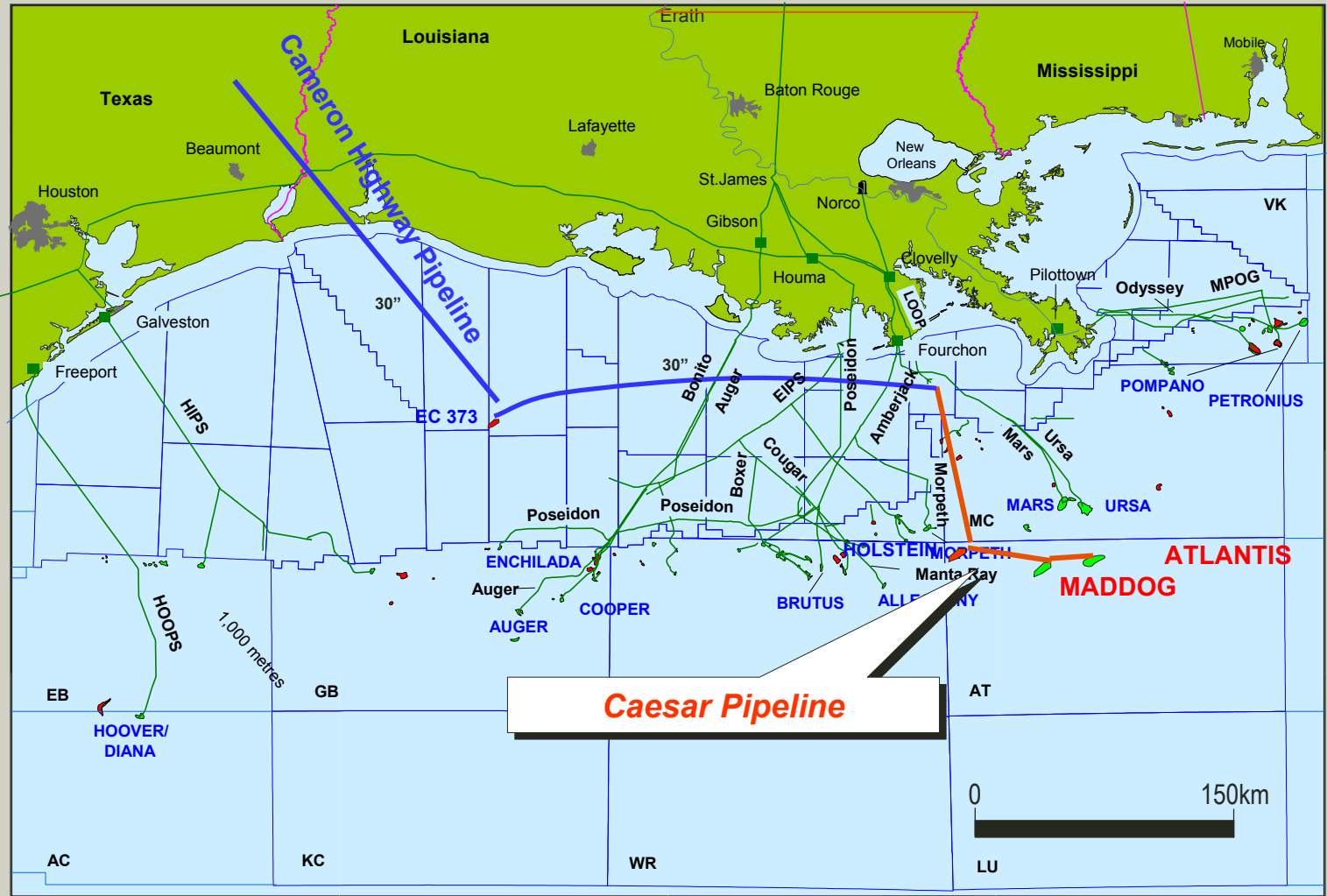
Source: Wood Mackenzie Gulf of Mexico 2001 Deepwater Study

Deepwater production systems

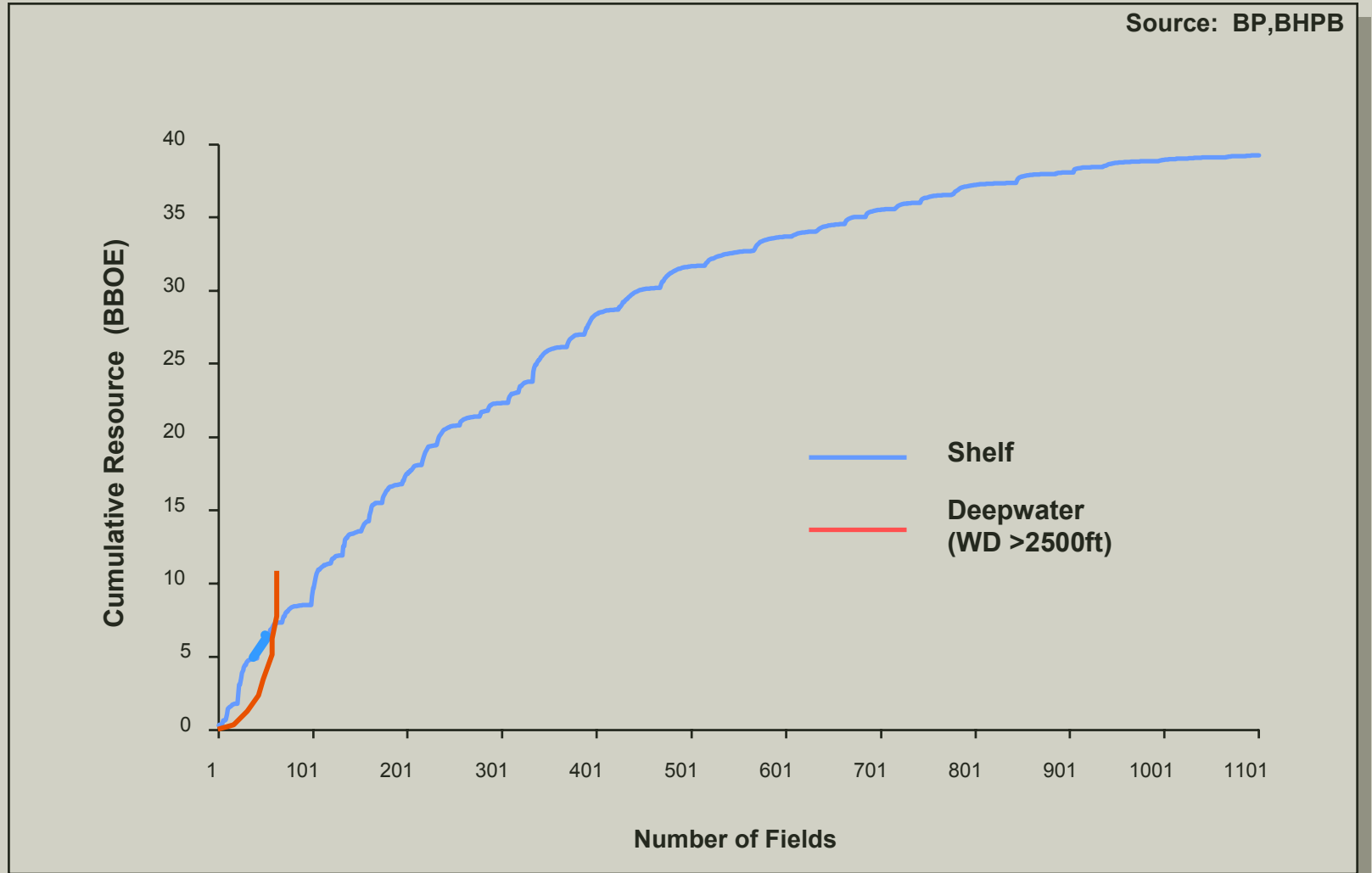
Progression 1989 - 2002



Transportation Infrastructure



GoM Deepwater Potential



Questions

