

From: Naoki Ishii  
Sent: Tue Mar 30 20:12:58 2010  
To: Beirne, Michael  
Cc: Wardlaw, O. Kirk; 'Sato, Tomoaki (MOECO)'; 'Tsuji, Yutaka (MOECO)'  
Subject: RE: Macondo Supplemental AFE  
Importance: Normal  
Attachments: 2nd Supplemental Authorization BP .pdf

Mike,

Please find attached executed AFE. We have already sent it by fax as well. Please acknowledge your receipt of the AFE sent to you by fax.  
Thank you and I will keep my fingers crossed.

Thanks,  
Ishii

---

From: Beirne, Michael [mailto:Michael.Beirne@bp.com]  
Sent: Monday, March 29, 2010 8:11 AM  
To: Naoki Ishii  
Cc: Wardlaw, O. Kirk; Sato, Tomoaki (MOECO); Tsuji, Yutaka (MOECO)  
Subject: RE: Macondo Supplemental AFE

Ishii-san,  
Attached for MOEX's election is the Macondo Exploratory Well Second Supplemental AFE. A copy has been faxed and sent via U.S. mail to your attention.

Please be advised that you must make your election within 48 hours.

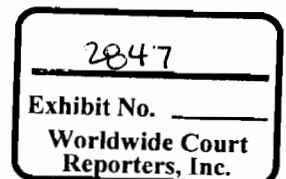
Best regards,  
Mike

---

From: Naoki Ishii [mailto:naoki\_ishii@moexus.com]  
Sent: Friday, March 26, 2010 4:00 PM  
To: Beirne, Michael  
Cc: Wardlaw, O. Kirk; 'Sato, Tomoaki (MOECO)'; 'Tsuji, Yutaka (MOECO)'  
Subject: Macondo Supplemental AFE  
Mike,

I would like to let you know that I will take a day off on Monday. If you have something urgent about the above subject, please give me a call at my cell phone. If you send us a supplemental AFE on Monday, please copy Sato-san and Tsuji-san on your email so that Tokyo can look at it in a timely manner. They are copied on this email as well. Thanks and have a nice weekend.

Regards,  
Ishii





## SECOND SUPPLEMENTAL AUTHORIZATION FOR EXPENDITURE

SAP NO:	X2-000X8
BP(004)	YES BP(004) - Exploration
BP(004) COST CENTER	

DATE PREPARED: 3/22/2010 FINANCIAL MEMO NO: GoM-SPU-FM-2009-57  
OPERATOR: BP AFE NO: X2-000X8  
LEASE/UNIT/FACILITY: OCS-G 32308 START DATE: 10/1/2009  
LEASE/FAC FLAC ID: Mississippi Canyon 252 END DATE: 5/1/2010  
WELL DESCRIPTION: MC 252 #1 SURFACE LOCATION: X=1,202,803  
WELL FLAG: Y=10,431,617  
BOTTOM HOLE LOC: X=1,202,803  
Y=10,431,617  
BUSINESS UNIT: GOMX PRPD TOTAL DEPTH: 10,581' TVD SS\*  
BP WORKING INTEREST: 65.00% COUNT/STATE: Offshore - GoMLA  
JOINT OPRG AGRMNT NO: OPERATING FIELD: Macondo - Wildcat  
SAP COST CENTER: HORIZON: Miocene  
(formation/prospect)

CAPITAL	
Project ID:	X2 Exploratory Drilling
Project TYPE:	Capital - Exploration Authority
EXPENDITURE	62 Exploration Well Costs
REPLACEMENT/COMP	Component Replacement - YES

EXPENSE	
Project ID:	

WELL TYPE - If Applicable	
Dr Well	
Exploratory Well	
FIELD TRIAL - Required	
Not A Field Trial	
COPIES Owned - Required	
Drilling	

**PROJECT DESCRIPTION/COMMENTS** Macondo (MC252 #1)  
This Second Supplemental AFE includes additional funds to finish the drilling, evaluation, and abandonment of the Macondo exploration well as provided in the Original AFE #X2-000X8 dated August 28, 2009 and first Supplemental AFE #X2-0008X dated January 27, 2010. The first Supplemental AFE was exceeded due to unexpected lost circulation and well control events resulting in earlier than planned setting of the 16" and 13-5/8" casing strings. The well will now require both the fitted contingency liner (11-7/8") and one additional contingency liner (9-7/8") to reach planned TD. Anticipated completion date is May 1, 2010.  
\*As provided in the Original AFE #X2-000X8 dated August 28, 2009.

WORKING INTEREST OWNERS	Initial Wt %	Final Wt %	WT COST	NOTES
BP, et al.		99.0%	\$24,300,000	
MOEX		10.0%	\$2,700,000	
Total	Total	100%	Total Costs	\$27,000,000

TANGIBLE / INTANGIBLE	DESCRIPTION	ESTIMATED GROSS COST
		PROJECT / PRODUCER
		DRY HOLE
	Previously approved funds by Original AFE	\$ 98,100,000
	Previously approved funds by first Supplemental AFE	\$ 27,000,000
	Total Supplemental Amount Requested	\$ 27,000,000
	TOTAL PROJECT COST	\$ 151,000,000

PROJECT CONTACTS: NAME TITLE EMAIL PHONE  
Mark Hefle Drilling Engineer Mark.Hefle@bp.com  
Andreas Kraus Team Lead - Project Services andreas.m.kraus@bp.com

PARTNER APPROVAL: YES ☒ NO ☐ DATE: 3/30/2010

COMPANY NAME / NONOPERATOR: MOEX Offshore 2007 LLC

PRINT NAME: Naoki Ishii TITLE: President

NOTICE TO NONOPERATOR: Cost shown are estimates only.  
Nonoperators should not consider these estimates as establishing any limit on the monies which will be required to perform the proposed operation.  
Overhead will be charged in accordance with the Joint

ADDITIONAL APPROVALS: PRINT NAME  
AFS OPERATOR/DRILLING ENGINEER: Mark Hefle  
SEA DRILLING TEAM LEADER: David Sims  
HEAD OF FINANCE-EXP: Xuemei Liu  
PUL GOM EXPLORATION: Jay Thorpe  
VP GOM EXPLORATION: David Rainey  
DOA (Delegation of Authority) Verified Yes No  
FINANCIAL TREATMENT Verified Yes No  
Form 115 Rev 11.21.07

SIGNATURE  
Mark Hefle  
David Sims  
Xuemei Liu  
Jay Thorpe  
David Rainey  
Initial: \_\_\_\_\_

DATE  
3/26/10  
3/26/2010  
3/26/2010  
3-26-10  
3.26.10