

## Dr. Walkup Confirms Deepwater is Concentrated Market

IN THE UNITED STATES DISTRICT COURT FOR THE EASTERN  
DISTRICT OF LOUISIANA

IN RE: OIL SPILL BY THE OIL RIG MDL NO. 2179 "DEEPWATER  
HORIZON" IN THE GULF OF MEXICO, ON APRIL 20, 2010

Response to  
Ex

- The industry trend of Gulf of Mexico E&P participants evolving towards the more technically challenging, and much more costly lower tertiary projects, which is changing the mix of market participants with majors playing a bigger role and smaller independents leaving the market.

- The cost of global deepwater activities has rapidly increased since 2010 resulting in a portfolio reallocation away from deepwater for some players, particularly smaller companies.

*Gardner W. Walkup, Jr.*  
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DATED: September 12, 2014

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