

CEMENT JOB REPORT



CUSTOMER WHITING PETROLEUM CORP		DATE 16-OCT-13	F.R. # 10011019878	SERV. SUPV. VITALIJS A NEVERDASOVŠ										
LEASE & WELL NAME RAZOR #271-2216B - API 05123379740000		LOCATION 27-10N-58W		COUNTY-PARISH-BLOCK Weld Colorado										
DISTRICT Brighton		DRILLING CONTRACTOR RIG # Cade 23		TYPE OF JOB Intermediate										
SIZE & TYPE OF PLUGS		LIST-CSG-HARDWARE		MECHANICAL BARRIERS		MD	TVD	HANGER TYPES		MD	TVD			
Cement Plug, Rubber, Top 7 in		Float Shoe 7 - 8rd		NONE		0	0	NONE		0	0			
		Float Collar, Al Flap, 7 - 8rd												
		Centralizer, with Pins, 7 in												
MATERIALS FURNISHED BY BJ				PHYSICAL SLURRY PROPERTIES										
				LAB REPORT NO.	SACKS OF CEMENT	SLURRY WGT PPG	SLURRY YLD FT ₃	WATER GPS	PUMP TIME HR:MIN	Bbl SLURRY	Bbl MIX WATER			
Ultra Flush II Spacer				N/A	0	10.5	0	0	00:00	0				
(35:65) + LW-6 + Adds				N/A	307	10.5	2.64	8.86	00:00	144.32	64.80			
Fresh Water				N/A	0	8.34	0	0	00:00	223.08				
(35:65) + LW-6 + Adds				0	97	10.5	3.12	10.49	00:00	53.93	24.24			
Available Mix Water		800	Bbl.	Available Displ. Fluid		600	Bbl.	TOTAL		421.33	89.03			
HOLE			TBG-CSG-D.P.						COLLAR DEPTHS					
SIZE	% EXCESS	DEPTH	ID	OD	WGT.	TYPE	MD	TVD	GRADE	SHOE	FLOAT	STAGE		
8.75	35	6106	6.184	7	29	CSG	6090	6090	L-80	6090	6044	0		
LAST CASING			PKR-CMT RET-BR PL-LINER				PERF. DEPTH		TOP CONN		WELL FLUID			
ID	OD	WGT	TYPE	MD	TVD	BRAND & TYPE		DEPTH	TOP	BTM	SIZE	THREAD	TYPE	WGT.
8.9	9.63	36	CSG	1621	1621	NO PACKER		0	0	0	7	8RND	WATER BASED	9.4
DISPL. VOLUME		DISPL. FLUID		CAL. PSI	CAL. MAX PSI	OP. MAX	MAX TBG PSI		MAX CSG PSI		MIX WATER			
VOLUME	UOM	TYPE		WGT.	BUMP PLUG	TO REV.	SQ. PSI	RATED	Operator	RATED	Operator			
223.1	BBLs	Fresh Water		8.34	343	0	0	0	0	6528	3000	RIG TANK		
Circulation Prior to Job														
Circulated Well: Rig <input checked="" type="checkbox"/> BJ <input type="checkbox"/>				Circulation Time: 1				Circulation Rate: 5 BPM						
Mud Density In: 9.4 LBS/GAL				Mud Density Out: 9.4 LBS/GAL				PV & YP Mud In: 19		PV & YP Mud Out: 19				
Gas Present: NO <input checked="" type="checkbox"/> YES <input type="checkbox"/>				Units:				Solids Present at End of Circulation: NO <input checked="" type="checkbox"/> YES <input type="checkbox"/>						
Displacement And Mud Removal														
Displaced By: Rig <input type="checkbox"/> BJ <input checked="" type="checkbox"/>				Amount Bled Back After Job: 2 BBLs										
Returns During Job: <input type="checkbox"/> NONE <input type="checkbox"/> PARTIAL <input checked="" type="checkbox"/> FULL				Method Used to Verify Returns: VISUAL										
Cement Returns at Surface: <input type="checkbox"/> YES <input checked="" type="checkbox"/> NO				Were Returns Planned at Surface: <input checked="" type="checkbox"/> NO <input type="checkbox"/> YES										
Pipe Movement: <input type="checkbox"/> ROTATION <input type="checkbox"/> RECIPROICATION <input type="checkbox"/> NONE <input type="checkbox"/> UNABLE DUE TO STUCK PIPE														
Centralizers: <input type="checkbox"/> NO <input checked="" type="checkbox"/> YES				Quantity: 41				Type: <input type="checkbox"/> BOW <input type="checkbox"/> RIGID						
Job Pumped Through: <input type="checkbox"/> CHOKE MANIFOLD <input type="checkbox"/> SQUEEZE MANIFOLD <input checked="" type="checkbox"/> MANIFOLD <input type="checkbox"/> NO MANIFOLD														
Plugs														
Number of Attempts by BJ: 0				Competition: 0				Wiper Balls Used: <input checked="" type="checkbox"/> NO <input type="checkbox"/> YES Quantity:						
Plug Catcher Used: <input checked="" type="checkbox"/> NO <input type="checkbox"/> YES				Parabow Used: <input checked="" type="checkbox"/> NO <input type="checkbox"/> YES										
Was There a Bottom: <input checked="" type="checkbox"/> NO <input type="checkbox"/> YES				Top of Plug: 0 FT				Bottom of Plug: 0 FT						
Squeezes (Update Original Treatment Report for Primary Job)														
BLOCK SQUEEZE <input type="checkbox"/>				SHOE SQUEEZE <input type="checkbox"/>				TOP OF LINER SQUEEZE <input type="checkbox"/>				PLANNED <input type="checkbox"/>	UNPLANNED <input type="checkbox"/>	
Liner Packer: <input checked="" type="checkbox"/> NO <input type="checkbox"/> YES				Bond Log: <input checked="" type="checkbox"/> NO <input type="checkbox"/> YES				PSI Applied: 0		Fluid Weight: 0 LBS/GAL				
Casing Test (Update Original Treatment Report for Primary Job)														
Casing Test Pressure: 1547 PSI				With 8.5 LBS/GAL Mud				Time Held: 00 Hours 15 Minutes						
EXPLANATION: TROUBLE SETTING TOOL, RUNNING CSG, ETC. PRIOR TO CEMENTING: NONE														

CEMENT JOB REPORT



Shoe Test (Update Original Treatment Report for Primary Job)

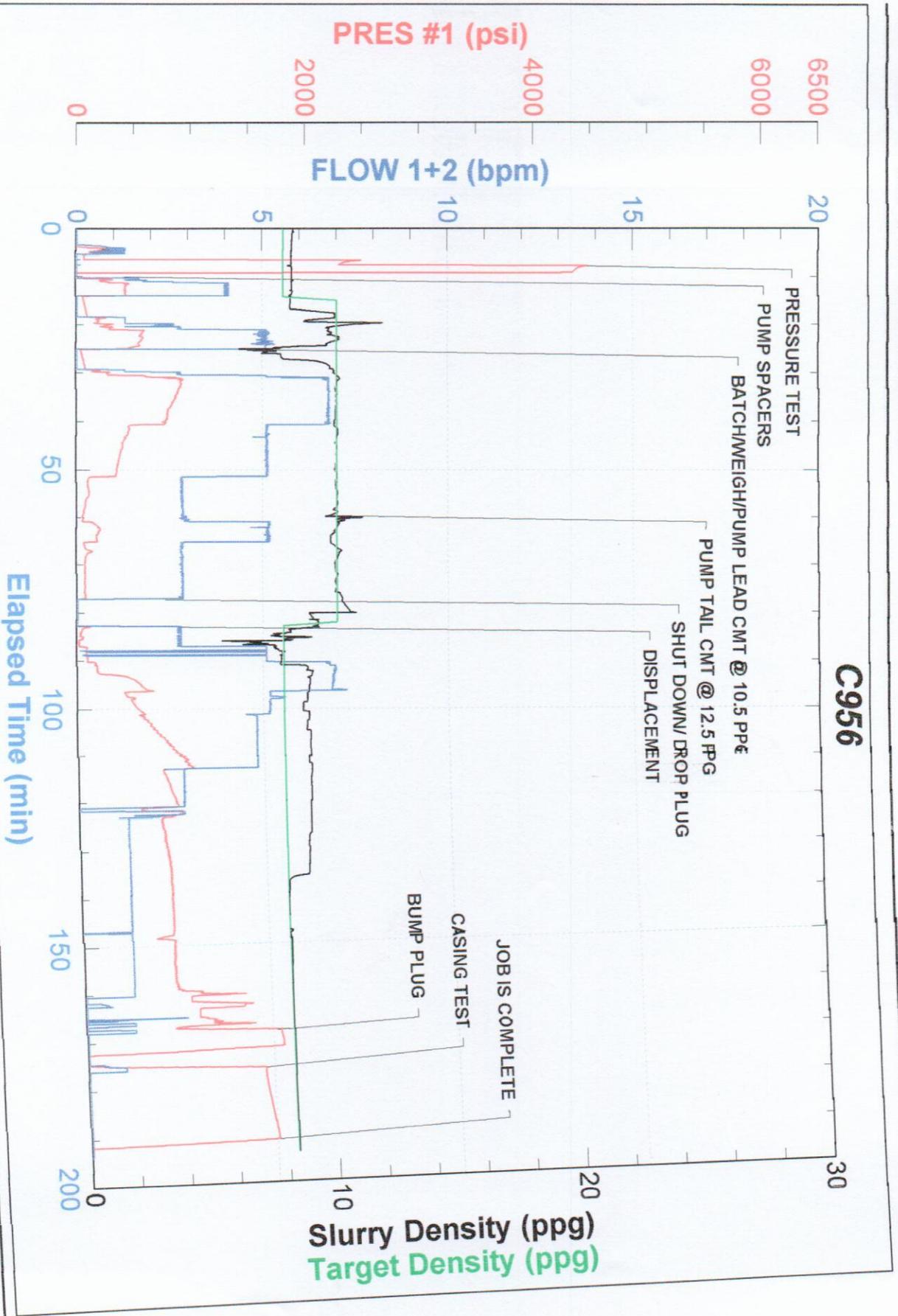
Depth Drilled out of Shoe: 0 FT	Target EMW: 0 LBS/GAL	Actual EMW: 0 LBS/GAL
Number of Times Tests Conducted: 0	Mud Weight When Test was Conducted: 0 LBS/GAL	
Problems Before Job (I.E. Running Casing, Circulating Well, ETC) NONE		
Problems During Job (I.E. Lost Returns, Equipment Failure, Bulk Delivery, Foaming, ETC) NONE		
Problems After Job (I.E. Gas at Surface, Float Equipment Failed, ETC) NONE		

PRESSURE/RATE DETAIL						EXPLANATION		
TIME HR:MIN.	PRESSURE - PSI		RATE BPM	Bbl. FLUID PUMPED	FLUID TYPE	SAFETY MEETING: BJ CREW <input checked="" type="checkbox"/> CO. REP. <input checked="" type="checkbox"/>		
	PIPE	ANNULUS				TEST LINES	4470 PSI	
						CIRCULATING WELL - RIG	<input checked="" type="checkbox"/>	BJ <input type="checkbox"/>
05:35	0	0	0	0	N/A	ARRIVE ON LOCATION		
06:15	0	0	0	0	N/A	SPOT TRUCKS		
06:30	0	0	0	0	N/A	PRE RIG UP SAFETY MEETING		
07:40	0	0	0	0	N/A	PRE JOB SAFETY MEETING		
08:21	215	0	1.5	2	H2O	LOAD LINE		
08:25	4470	0	.2	.1	H2O	PRESSURE TEST		
08:30	580	0	5	10	H2O	PER CUSTOMER REQUEST PUMP DYE WATER		
08:35	570	0	5	20	H2O	PUMP ULTRA FLUSH SPACER		
08:45	910	0	6.7	149	CMT	PUMP 307 SACKS LEAD CEMENT @ 10.5 PPG		
09:18	210	0	5.1	59	CMT	PUMP 97 SACKS TAIL CEMENT @ 10.5 PPG		
09:34	0	0	0	0	N/A	SHUT DOWN/ DROP PLUG		
09:40	890	0	6.2	180	MUD	DISPLACEMENT		
10:05	1105	0	1.3	47	MUD	SLOW RATE		
11:06	1697	0	0	227	N/A	BUMP PLUG		
11:10	0	0	0	0	N/A	CHECK FLOATS/ FLOATS HELD		
11:13	0	1547	1	2	H2O	CASING TEST		
11:28	0	0	0	0	N/A	BLEED OFF		
11:37	0	0	0	0	N/A	RIG DOWN SAFETY MEETING		

BUMPED PLUG	PSI TO BUMP PLUG	TEST FLOAT EQUIP.	BBL.CMT RETURNS/ REVERSED	TOTAL BBL. PUMPED	PSI LEFT ON CSG	SPOT TOP OUT CEMENT	Service Supervisor Signature:
<input type="checkbox"/> Y <input checked="" type="checkbox"/> N	1105	<input type="checkbox"/> Y <input checked="" type="checkbox"/> N	33	468.5	0	<input type="checkbox"/> Y <input checked="" type="checkbox"/> N	



Baker Hughes JobMaster Program Version 3.60
Job Number: 10011019878
Customer: WHITTING
Well Name: RAZOR 271-2216B



FIELD RECEIPT NO. 10011019878



CUSTOMER (COMPANY NAME)		CREDIT APPROVAL NO.		PURCHASE ORDER NO.		CUSTOMER NUMBER		INVOICE NUMBER	
WHITING PETROLEUM CORP				20096998 - 00218070					
MAIL		STREET OR BOX NUMBER		CITY		STATE		ZIP CODE	
INVOICE TO		1700 BROADWAY STE 2300		DENVER		Colorado		80290	
DATE WORK COMPLETED	MO.	DAY	YEAR	BH REPRESENTATIVE	WELL API NO.	WELL TYPE :	WELL DEPTH (ft)	WELL CLASS :	GAS USED ON JOB :
	10	16	2013	VITALIUS A NEVERDASOV	05123379740000	New Well	6,090	Oil	No Gas
DISTRICT		JOB DEPTH (ft)		WELL CLASS :		GAS USED ON JOB :		JOB TYPE CODE :	
B.S. BRIGHTON		6,090		Oil		No Gas		Intermediate	
WELL NAME AND NUMBER		LEGAL DESCRIPTION		COUNTY/PARISH		STATE		JOB TYPE CODE :	
RAZOR #271-2216B		27-10N-58W		Weld		Colorado		Intermediate	
PRODUCT CODE	DESCRIPTION	UNIT OF MEASURE	QUANTITY	LIST PRICE UNIT	GROSS AMOUNT	% DISC.	NET AMOUNT		
100021	Class G Cement	sacks	264	31.800	8,395.20	65%	2,938.32		
100266	Silica Sand, 100 mesh, Sacked	lbs	1688	0.630	1,063.44	65%	372.20		
100275	Sodium Metasilicate	lbs	177	4.100	725.70	65%	254.00		
100283	R-3	lbs	27	3.840	103.68	65%	36.29		
100295	Cello Flake	lbs	5	5.100	25.50	65%	8.93		
100316	Barite, Bulk	lbs	2380	0.630	1,499.40	65%	524.79		
100317	Poz (Fly Ash)	sacks	142	14.200	2,016.40	65%	705.74		
100380	LW-6	lbs	17005	4.380	74,481.90	65%	26,068.67		
398117	Ultra Flush II System	bbbls	20	213.500	4,270.00	65%	1,494.50		
488019	FP-6L	gals	6	104.250	625.50	65%	218.93		
488167	FL-25	lbs	423	22.600	9,559.80	65%	3,345.93		
488353	CSE-2	lbs	1758	1.700	2,988.60	65%	1,046.01		
499632	Granulated Sugar	lbs	50	3.840	192.00	65%	67.20		
499680	Static Free	lbs	25	40.700	1,017.50	65%	356.13		
SUB-TOTAL FOR Product Material							106,964.62	65.00%	37,437.64
A152	Personnel Per Diem Chrg - Cement Svc	ea	1	210.000	210.00	0%	210.00		
M100	Bulk Materials Blending Charge	cu ft	1196	5.450	6,518.20	65%	2,281.37		
R798	Automatic Density System	job	1	1,990.000	1,990.00	65%	696.50		

ARRIVE MO. DAY YEAR TIME SERVICE ORDER: I AUTHORIZE WORK TO BEGIN PER SERVICE INSTRUCTIONS IN ACCORDANCE WITH THE TERMS AND CONDITIONS PRINTED ON THE FOLLOWING PAGES OF THIS FORM AND REPRESENT THAT I HAVE AUTHORITY TO ACCEPT AND SIGN THIS ORDER.

CUSTOMER REP. KYLE RENTON
 SEE NEXT PAGES FOR GENERAL TERMS AND CONDITIONS
 CUSTOMER AUTHORIZED AGENT
 X
 BHU APPROVED



CUSTOMER (COMPANY NAME)			CREDIT APPROVAL NO.	PURCHASE ORDER NO.		CUSTOMER NUMBER		INVOICE NUMBER		
WHITING PETROLEUM CORP				20096998 - 00218070						
MAIL			STREET OR BOX NUMBER		CITY		STATE		ZIP CODE	
INVOICE TO			1700 BROADWAY STE 2300		DENVER		Colorado		80290	
DATE WORK COMPLETED	MO.	DAY	YEAR	BHI REPRESENTATIVE	WELL API NO:	WELL TYPE:	WELL CLASS:			
	10	16	2013	VITALIUS A NEVERDASOV	05123379740000	New Well	Oil			
DISTRICT			JOB DEPTH (ft)		WELL DEPTH (ft)					
BJS, BRIGHTON			6,090		6,106					
WELL NAME AND NUMBER			TD WELL DEPTH (ft)		GAS USED ON JOB:					
RAZOR #271-2216B					No Gas					
WELL			LEGAL DESCRIPTION		COUNTY/PARISH		STATE		JOB TYPE CODE:	
			27-10N-58W		Weld		Colorado		Intermediate	
PRODUCT CODE	DESCRIPTION			UNIT OF MEASURE	QUANTITY	LIST PRICE UNIT	GROSS AMOUNT	% DISC.	NET AMOUNT	
F065A	Cement Pumping, 6001 - 7000 ft			6hrs	1	8,300,000	8,300.00	65%	2,905.00	
F090	Fuel per pump charge - cement			pump/hr	6	70,250	421.50	0%	421.50	
J050	Cement Head			job	1	830,000	830.00	65%	290.50	
J225	Data Acquisition, Cement, Standard			job	1	2,130,000	2,130.00	65%	745.50	
J390	Mileage, Heavy Vehicle			miles	212	11,850	2,512.20	65%	879.27	
J391	Mileage, Auto, Pick-Up or Treating Van			miles	212	6,700	1,420.40	65%	497.14	
J401	Bulk Delivery, Dry Products			ton-mi	3109	3,940	12,249.46	65%	4,287.31	
	SUB-TOTAL FOR Freight/Delivery Charges						12,249.46	65.00%	4,287.31	
	SUB-TOTAL FOR Equipment						15,614.10	63.25%	5,738.91	
	FIELD ESTIMATE						143,546.38	64.71%	50,651.73	

ARRIVE MO. DAY YEAR TIME SERVICE ORDER: I AUTHORIZE WORK TO BEGIN PER SERVICE INSTRUCTIONS IN ACCORDANCE WITH THE TERMS AND CONDITIONS PRINTED ON THE FOLLOWING PAGES OF THIS FORM AND REPRESENT THAT I HAVE AUTHORITY TO ACCEPT AND SIGN THIS ORDER.

CUSTOMER REP. KYLE RENTON

SEE NEXT PAGES FOR GENERAL TERMS AND CONDITIONS

CUSTOMER AUTHORIZED AGENT

BHI APPROVED



NOTE: THIS AGREEMENT CONTAINS PROVISIONS THAT INDEMNIFY AND/OR RELEASE THE INDEMNIFIED AND/OR RELEASED PARTY FROM THE CONSEQUENCES OF ITS OWN NEGLIGENCE AND OTHER LEGAL FAULT.

TERMS AND CONDITIONS

Worldwide

Orders for rental equipment ("Equipment"), services ("Services"), and the supply or sale of products, chemicals, or equipment ("Products") to be provided by Baker Hughes Incorporated through its direct or indirect subsidiaries (in each case such subsidiary is referred to herein as "BH") and shall be severally liable for all obligations of BH (even arising from or related to the order) to its customers (each a "Customer") are subject to acceptance by BH, and any orders so accepted will be governed by the terms and conditions stated herein and any additional terms proposed or agreed to in writing by an authorized representative of BH (these terms and conditions and any such additional terms collectively referred to herein as the "Agreement").

1. PAYMENT TERMS

Unless otherwise payment terms are specified or approved by the BH Credit Department, all charges billed by BH must be paid within thirty (30) days of the date of invoice. For invoices unpaid after thirty (30) days, at BH's option, discounts from list price may be revoked and interest may be charged at the rate of ten percent (10%) per annum unless such rate contravenes local law in which case the interest will accrue at the maximum rate allowed by law. Operating, production or well conditions that prevent satisfactory operation of Equipment, Services or Products do not relieve Customer of its payment responsibility.

2. CANCELLATION AND RETURNS

Products: Orders for Products that are subject to cancellation after acceptance by BH, but before delivery, will be subject to a restocking charge of at least twenty-five percent (25%), plus any packing and transportation costs incurred before delivery. Products specially built or manufactured to Customer specifications, or orders for substantial quantities manufactured specially for Customer, may not be cancelled.

Products may be returned for credit only with prior written authorization from BH. Such Products must be unused, in reusable condition, and with original unopened containers. Credit will be issued for the quantity returned at the original purchase price, less a restocking charge of at least twenty-five percent (25%) and any actual packing and transportation costs incurred by BH. No credit will be given for shipping charges incurred by Customer.

Equipment/Services: In the event Customer cancels an order for Services, Customer shall be liable for all costs incurred by BH in the mobilization/demobilization related thereto, and any other reasonable costs incurred by BH incident to such cancellation. In the event Customer cancels an order for Equipment, Customer shall be liable for any transportation costs incurred by BH in the mobilization/demobilization of the Equipment. In addition, a restocking charge of at least twenty-five percent (25%) of the original Equipment order may be applied at BH's sole discretion.

3. THIRD-PARTY CHARGES, TAXES

Customer shall pay all third-party charges, in compliance with BH's current price list, and any sales, use, rental or other taxes that may be applicable to transactions hereunder. Customer shall pay all applicable customs, excise, import and other duties unless otherwise agreed to in writing by an authorized representative of BH. Customer shall provide necessary import licenses and extensions thereof.

4. RISK OF LOSS AND TITLE, CONSIGNMENT, STORAGE

Unless otherwise agreed to in writing between BH and Customer: (i) for Product sales within the United States of America, title and risk of loss shall pass to Customer as soon as the Products depart BH's point of origin; and (ii) for Product sales outside the United States of America, INCOTERM 2010 "CPT" shall apply with the following exception: TITLE AND RISK OF LOSS REMAIN WITH BH UNTIL THE PRODUCTS REACH THE PORT OF ENTRY. For Products provided on consignment, the risk of loss shall pass to Customer as soon as the Products depart BH's point of origin; however, the title shall remain with BH until the Product is used by Customer.

In the event BH agrees to store Products after title passes to Customer, the risk of loss shall remain with Customer. If any such Products remain on BH's premises for more than two (2) years from the date initially placed in storage, the shall revert back to BH, and BH may resell or scrap any such Products with no liability to Customer for any proceeds generated therefrom.

5. LIABILITIES, RELEASES AND INDEMNIFICATION:

A. In this Agreement (i) "BH Indemnitees" means BH, its parent, subsidiary and affiliated or related companies; its subcontractors at any tier; and the officers, directors, employees, consultants, and agents of all of the foregoing; (ii) "Client" means all claims, demands, causes of action, liabilities, damages, judgments, fines, penalties, awards, losses, costs, expenses, interest, and attorneys' fees and costs of litigation of any kind or character arising out of, or related to, the performance of, or subject matter of, this Agreement; (iii) "Consequential Damages" means any indirect, special, punitive, exemplary or consequential damages or losses (whether foreseeable or not) at the date of this Agreement under applicable law and damages for lost production, lost revenue, lost product, lost profit, lost business, lost business opportunities, or charges for rig time, redrill of underflow, lost revenue, lost considered direct, indirect, special, punitive, exemplary or consequential damages or losses under applicable law; (iv) "Customer Indemnitees" means Customer, its parent, subsidiary and affiliated or related companies; its co-lessees, co-venturers, partners, joint operators and joint venturers; its client or customer if it is not the end user of the Equipment, Services or Products; its other contractors at any tier; and the officers, directors, employees, consultants, and agents of all of the foregoing; (v) "Cuttings and Waste" means any drill cuttings and associated muds, waste or materials from the well arising from or processed pursuant to this Agreement; and (vi) "tools" means Equipment and any of BH Indemnitees' instruments, equipment, or tools.

B. BH SHALL RELEASE, INDEMNIFY, DEFEND AND HOLD CUSTOMER INDEMNITEES HARMLESS FROM AND AGAINST ANY AND ALL CLAIMS ARISING OUT OF OR RELATED TO (I) PERSONAL OR BODILY INJURY, ILLNESS, SICKNESS, DISEASE OR DEATH OF ANY MEMBER OF BH INDEMNITEES, AND (II) LOSS, DAMAGE OR DESTRUCTION OF REAL OR PERSONAL PROPERTY, WHETHER OWNED, LEASED, OR CHARTERED, OF ANY MEMBER OF BH INDEMNITEES.

Rev. 1 January 2012

C. CUSTOMER SHALL RELEASE, INDEMNIFY, DEFEND AND HOLD BH INDEMNITEES HARMLESS FROM AND AGAINST ANY AND ALL CLAIMS ARISING OUT OF OR RELATED TO (I) PERSONAL OR BODILY INJURY, ILLNESS, SICKNESS, DISEASE OR DEATH OF ANY MEMBER OF CUSTOMER INDEMNITEES, AND (II) LOSS, DAMAGE OR DESTRUCTION OF REAL OR PERSONAL PROPERTY, WHETHER OWNED, LEASED, OR CHARTERED, OF ANY MEMBER OF CUSTOMER INDEMNITEES.

D. SHOULD TOOLS BECOME LOST OR DAMAGED IN THE WELL, OR HOLE WHEN PERFORMING OR ATTEMPTING TO PERFORM THE SERVICES HEREUNDER, IT IS UNDERSTOOD THAT CUSTOMER SHALL MAKE EVERY EFFORT TO RECOVER THE LOST OR DAMAGED TOOLS AT ITS SOLE COST. CUSTOMER SHALL ASSUME THE ENTIRE RESPONSIBILITY FOR FISHING OPERATIONS IN THE RECOVERY OR ATTEMPTED RECOVERY OF ANY SUCH LOST OR DAMAGED TOOLS. NONE OF BH'S EMPLOYEES ARE AUTHORIZED TO DO ANYTHING WHATSOEVER, NOR SHALL ANY OF BH'S EMPLOYEES BE REQUIRED BY CUSTOMER TO DO ANYTHING, OTHER THAN CONSULT IN AN ADVISORY CAPACITY WITH CUSTOMER IN CONNECTION WITH SUCH FISHING OPERATIONS.

NOTWITHSTANDING PARAGRAPH B. ABOVE, SHOULD CUSTOMER FAIL TO RECOVER SUCH TOOLS LOST IN THE WELL, OR SHOULD SUCH TOOLS BECOME DAMAGED IN THE WELL, OR DAMAGED DURING RECOVERY, CUSTOMER SHALL REMBURSE BH FOR THE COST OF REPAIRING ANY TOOLS SO DAMAGED, OR THE REPLACEMENT VALUE OF ANY SUCH TOOLS THAT ARE LOST OR NOT REPAIRABLE.

FURTHER, NOTWITHSTANDING PARAGRAPH B. ABOVE, ALL RISKS ASSOCIATED WITH LOSS OF OR DAMAGE TO TOOLS WHILE IN THE CUSTODY OR CONTROL OF CUSTOMER OR DURING TRANSPORTATION ARRANGED BY OR CONTROLLED BY CUSTOMER, SHALL BE BORNE BY CUSTOMER.

E. NOTWITHSTANDING ANYTHING CONTAINED IN THIS AGREEMENT TO THE CONTRARY, CUSTOMER SHALL RELEASE, INDEMNIFY, DEFEND AND HOLD BH INDEMNITEES HARMLESS FROM AND AGAINST ANY AND ALL CLAIMS ASSERTED BY OR IN FAVOR OF ANY PERSON, PARTY, OR ENTITY (INCLUDING BH INDEMNITEES) ARISING OUT OF OR RELATED TO: (i) LOSS OF OR DAMAGE TO ANY WELL OR HOLE (INCLUDING BUT NOT LIMITED TO THE COSTS OF RE-DRILL AND SIDETRACK), (ii) BLOWOUT, FIRE, EXPLOSION, CRACKING OR ANY UNCONTROLLED WELL CONDITION (INCLUDING BUT NOT LIMITED TO THE COSTS TO CONTROL, A WILD WELL AND THE REMOVAL OF DEBRIS), (iii) DAMAGE TO ANY RESERVOIR, GEOLOGICAL FORMATION OR UNDERGROUND STRATA OR THE LOSS OF OIL, WATER OR GAS THEREFROM, (iv) THE USE OF BH INDEMNITEES' RADIOACTIVE TOOLS OR ANY CONTAMINATION RESULTING THEREFROM (INCLUDING BUT NOT LIMITED TO RETRIEVAL OR CONTAINMENT AND CLEANUP), (v) POLLUTION OR CONTAMINATION OF ANY KIND INCLUDING BUT NOT LIMITED TO THE COST OF CONTROL, REMOVAL, CLEANUP AND REMEDIATION, OR (vi) DAMAGE TO, OR ESCAPE OF ANY SUBSTANCE FROM, ANY PIPELINE, VESSEL, OR STORAGE OR PRODUCTION FACILITY.

F. CUSTOMER ACKNOWLEDGES THAT CUTTINGS AND WASTE REMAIN CUSTOMER'S RESPONSIBILITY. CUSTOMER SHALL RELEASE, INDEMNIFY, DEFEND AND HOLD BH INDEMNITEES HARMLESS FROM AND AGAINST ANY AND ALL CLAIMS ASSERTED BY OR IN FAVOR OF ANY PERSON OR ENTITY ARISING OUT OF OR RELATED TO THE TRANSPORTATION, STORAGE, TREATMENT, DISPOSAL OR HANDLING OF CUTTINGS AND WASTE, INCLUDING, WITHOUT LIMITATION, CONTAMINATION OF, OR ADVERSE EFFECTS ON THE ENVIRONMENT OR ANY FORM OF PROPERTY, OR ANY VIOLATION OR ALLEGED VIOLATION OF STATUTES, ORDINANCES, ORDERS, RULES AND REGULATIONS (INCLUDING, WITHOUT LIMITATION, ALL CLAIMS UNDER THE COMPREHENSIVE ENVIRONMENTAL RESPONSE, COMPENSATION, AND LIABILITY ACT ("CERCLA"), 42 U.S.C. § 9601 ET SEQ., OR OTHER APPLICABLE STATUTES OR REGULATIONS).

G. CUSTOMER SHALL RELEASE, INDEMNIFY AND HOLD BH INDEMNITEES HARMLESS FROM AND AGAINST ANY CLAIMS FOR CONSEQUENTIAL DAMAGES ASSERTED BY OR IN FAVOR OF ANY MEMBER OF CUSTOMER INDEMNITEES. BH SHALL RELEASE, DEFEND, INDEMNIFY AND HOLD CUSTOMER INDEMNITEES HARMLESS FROM AND AGAINST ANY CLAIMS FOR CONSEQUENTIAL DAMAGES ASSERTED BY OR IN FAVOR OF ANY MEMBER OF BH INDEMNITEES.

H. In the event this agreement is subject to the indemnity or release limitations in Chapter 127 of the Texas Civil Practices and Remedies Code (or any successor statute), and so long as such limitations are in force, each party consents and agrees to support the mutual indemnity and release obligations contained in Paragraphs B, and C, above by carrying equal amounts of insurance (or qualified trust insurance) in an amount not less than U.S. \$5,000,000.00 for the benefit of the other party as indemnities.

I. THE EXCLUSIONS OF LIABILITY, RELEASES AND INDEMNITIES SET FORTH IN PARAGRAPHS B, THROUGH G, OF THIS ARTICLE 5 AND ARTICLES 6 AND 10, SHALL APPLY TO ANY CLAIMS WITHOUT REGARD TO THE CAUSES THEREOF INCLUDING BUT NOT LIMITED TO PRE-EXISTING CONDITIONS, WHETHER SUCH CONDITIONS BE PATENT OR LATENT. THE UNSEAWORTHINESS OF ANY VESSEL, OR VESSELS, IMPERFECTION OF MATERIAL, DEFECT OR FAILURE OF PRODUCTS OR EQUIPMENT, BREACH OF REPRESENTATION OR WARRANTY (EXPRESS OR IMPLIED), UNLAWFUL OR ILLEGAL ACTIVITY, STRICT LIABILITY, TORT, BREACH OF CONTRACT, BREACH OF DUTY (STATUTORY OR IMPLIED), OR OTHER LEGAL FAULT OR RESPONSIBILITY OR NEGLIGENCE OR RECOVERY OF CONTRACT, BREACH OF NEGLIGENCE, WILLFUL MISCONDUCT, OR OTHER LEGAL FAULT OR RESPONSIBILITY OF ANY PERSON, PARTY, OR ENTITY (INCLUDING THE INDEMNIFIED OR RELEASED PARTY), WHETHER SUCH FORM OF NEGLIGENCE BE SOLE, JOINT OR CONCURRENT, ACTIVE OR PASSIVE.

1. REDRESS UNDER THE INDEMNITY PROVISIONS SET FORTH IN THIS ARTICLE 5 SHALL BE THE EXCLUSIVE REMEDIES AVAILABLE TO THE PARTIES HERETO FOR THE CLAIMS COVERED BY SUCH PROVISIONS.

6. **DIRECTIONAL DRILLING**
Customer shall furnish BH with a well location plan (certified by Customer as correct) setting out the surface location of the well, the lease, license, or property boundary lines, and the bottom hole location of Customer's directionally drilled well. If, in the course of drilling the well, it becomes evident to BH that the certified plan is in error, BH shall notify Customer of the error, and Customer shall be responsible to regulate all directional drilling factors so that Customer's well bottom hole location will be situated on Customer's property, license, or leasehold at total depth of the well being drilled. CUSTOMER SHALL RELEASE, DEFEND, INDEMNIFY AND HOLD BH INDEMNITEES HARMLESS FROM AND AGAINST ANY CLAIMS ARISING OUT OF, OR RELATED TO, SUBSURFACE TRESPASS ARISING OUT OF DIRECTIONAL DRILLING OPERATIONS OR OTHER OPERATIONS PERFORMED BY BH INDEMNITEES OR CUSTOMER INDEMNITEES.

7. **CUSTOMER WARRANTY/BINDING AUTHORITY**
If Customer is not the sole owner of the mineral interests, the well or the field, Customer's request for Services, Equipment or Products shall constitute Customer's warranty that Customer is the duly constituted agent of each and every owner and has full authority to represent the interests of the same with respect to all decisions taken throughout the provision of any Services, Equipment or Products hereunder. CUSTOMER SHALL RELEASE, DEFEND, INDEMNIFY AND HOLD BH INDEMNITEES HARMLESS FROM AND AGAINST ALL CLAIMS RESULTING FROM THE ALLEGATION BY ANY PERSON OR ENTITY THAT CUSTOMER HAS MISREPRESENTED OR LACKED SUFFICIENT AUTHORITY TO REPRESENT SUCH PERSON OR ENTITY AS WARRANTED BY CUSTOMER IN THIS ARTICLE.

8. **ACCESS TO WELL AND WELL SITE STORAGE**
With respect to onshore and offshore operations, Customer shall provide at its expense adequate means of transportation required for Tools, Products and BH personnel to gain access to or return from a well site, and shall obtain at Customer's expense all permits, licenses or other authorization required for BH to enter upon work areas for the purposes contemplated. When necessary to repair roads or bridges, or to provide transportation to move Tools, Products or BH personnel, such shall be arranged and paid for by Customer.

Customer shall provide proper storage space at the well site, meeting all applicable safety and security requirements and consistent with good industry practices, for the Tools and Products, including, without limitation, all explosive and radioactive materials.

9. **RADIOACTIVE SOURCES**

Radioactive sources which may be used in BH's Services are potentially dangerous. Customer agrees to comply with all applicable governmental regulations governing the use and handling of radioactive sources. In the event a radioactive source becomes stuck in a well, Customer, at Customer's sole risk and expense will make a reasonable attempt to recover such radioactive source in accordance with 10 C.F.R. § 38.15(a)(1)-(4) or other applicable regulations and use special precautions to prevent damaging the source during recovery operations. If the source cannot be recovered, Customer, at Customer's sole risk and expense, will isolate the radioactive material by cementing it in place or by other means consistent with 10 C.F.R. § 38.15 or other applicable statutes or regulations.

10. **WARRANTY**

A. **Services:** BH warrants that the Services shall conform to the material aspects of the specifications agreed to in writing by BH and Customer. In the event that the Services fail to conform to such specifications, BH shall re-perform that part of the non-conforming Services, provided BH is notified thereof in writing by Customer prior to BH's departure from the work site.

B. **Equipment:** BH warrants that the Equipment will be of the types specified by and agreed to in writing by BH and Customer, and will be in good operating condition. Liability for loss or damage to Equipment is set forth in Article 5.

C. **Products: (Excluding drill bits, electric submersible pumps and associated cable and surface equipment, specialty chemical Products and specialty Products):** BH warrants that the Products shall conform to BH's published specifications or the specifications agreed to in writing by BH and Customer. If any of the Products fail to conform to such specifications upon inspection by BH, BH, at its option, shall repair or replace the non-conforming Products with the type originally furnished or issue credit to the Customer, provided BH is notified thereof in writing within thirty (30) days after delivery of the particular Products.

D. **Drill Bits:** BH warrants that the drill bits to be provided by BH pursuant to this Agreement shall conform to BH's published specifications. If any of the drill bits fail to conform to such specifications upon inspection by BH, BH, at its option, shall repair or replace the non-conforming drill bits with the type originally furnished or issue credit to the Customer, provided BH is notified thereof in writing within ninety (90) days from the date of shipment.

E. **Electric Submersible Pumps and Associated Cable and Surface Equipment:** BH warrants that the electrical submersible pumps and associated cable and surface equipment to be provided by BH pursuant to this Agreement shall conform to BH's published specifications. If any of the electric submersible pumps or associated cable or surface equipment fail to conform with such specifications upon inspection by BH, BH, at its option, shall repair or replace the non-conforming electric submersible pumps or associated cable or surface equipment with the type originally furnished, provided BH is notified thereof in writing within the earlier of twelve (12) months from the date of installation or eighteen (18) months from the date of shipment. Warranty claims by Customer must be submitted to BH within sixty (60) days of the failure date of the electric submersible pumps or associated cable or surface equipment.

F. **Specialty Chemical Products:** BH warrants that the specialty chemical Products to be provided by BH pursuant to this Agreement shall, upon departure from BH's point of origin, conform to the published physical and chemical specifications established by BH for each such Product. If any of the specialty chemical Products fail to conform to such specifications, BH, at its option, shall replace the non-conforming specialty chemical Products with the type originally furnished or issue credit to the Customer, provided BH is notified thereof in writing within thirty (30) days after the specialty chemical Products depart BH's point of origin.

G. **Specialty Products:** In the event BH is to provide Products to Customer based upon Customer's specific request that BH develop, manufacture, test or put to use Products that are intended to satisfy a unique need identified by Customer and are not "standard" Prod-

ucts, contain the same or similar characteristics as BH's "standard" Products, including, but not limited to, a historical performance against which future performance can be measured. In developing, manufacturing, testing and putting to use any specialty Products, BH will be relying upon information and specifications provided by Customer relating to the unique needs of Customer. As such, BH shall have no responsibility for the design, manufacture or engineering of any such specialty Products, even though BH may have participated in the development and manufacture of the specialty Products, or for any Customer-furnished materials, information and specifications. If, upon inspection by BH, any of the specialty Products fail to meet the specifications agreed to in writing by Customer and BH, then BH shall, at its option, repair or replace the non-conforming specialty Products with (i) the type originally furnished to Customer, or (ii) substituted Products having BH's "standard" specifications and qualifications.

H. **Discharge Services:** Except to the extent that BH has agreed to provide its discharge compliance engineering services ("Discharge Services") to Customer pursuant to this Agreement, BH shall have no responsibility for achievement of and compliance with any specific oil retention or similar requirements mandated by any applicable local, state or federal law or regulation. If Discharge Services are rendered by BH and agreed oil retention or similar requirements are not met, then BH shall, at its option, re-perform the Discharge Services, or provide a credit to Customer to cover any documented additional disposal costs incurred by Customer as a result of the nonconforming Discharge Services, provided that such credit shall be limited to 3% of the amount charged for the nonconforming Discharge Services.

BH's warranty obligations hereunder are non-transferable and shall not apply if the non-conformity was caused by (i) Customer's failure to properly store or maintain the Products or Equipment, (ii) abnormal well conditions, abrasive materials, corrosion due to aggressive fluids or incorrect specifications provided by Customer, (iii) unauthorized alteration or repair of the Products or Equipment, (iv) the Products or Equipment at/lost or damaged while on Customer's site due to Customer's or any third party's negligence, vandalism or force majeure (including, but not limited to, lightning), or (v) use or handling of the Products or Equipment in a manner inconsistent with BH's recommendations. Further, BH's warranty obligations shall terminate if Customer fails to perform its obligations under this or any other Agreement between the parties.

All non-conforming Products shall be delivered to the service facility designated by BH. All transportation charges and removal and reinstallation charges related to the repair or replacement of non-conforming Products shall be borne by Customer. Any parts for which BH provides replacement under this warranty shall become the property of BH. With regard to materials or equipment furnished by third party vendors and/or suppliers, BH's liability therefor shall be limited to the assignment of such third party vendor's or supplier's warranty to Customer, to the extent such warranties are assignable. The warranty period for any repaired or replaced Products shall be only for the remainder of the original warranty period.

Interpretations, research, analysis, recommendations, advice or interpretational data (specifically including, without limitation, any preliminary cuttings reanalysis program and any engineering designs, geological studies or analyses, well programs, reservoir models, or drilling production optimization or management programs) ("Interpretations and/or Recommendations") furnished by BH hereunder are opinions based upon inferences from measurements, empirical relationships and assumptions, and industry practice, which inferences, assumptions and practices are not infallible, and with respect to which professional geologists, engineers, drilling consultants, and analysts may differ. Accordingly, BH does not warrant the accuracy, correctness, or completeness of any such interpretations and/or Recommendations, or that Customer's reliance on any third party's reliance on such interpretations and/or Recommendations will accomplish any particular results. CUSTOMER ASSUMES FULL RESPONSIBILITY FOR THE USE OF SUCH INTERPRETATIONS AND/OR RECOMMENDATIONS AND FOR ALL DECISIONS BASED THEREON (INCLUDING, WITHOUT LIMITATION, DECISIONS BASED ON ANY OIL AND GAS EVALUATIONS, PRODUCTION FORECASTS AND RESERVE ESTIMATES, FURNISHED BY BH TO CUSTOMER HEREUNDER), AND CUSTOMER HEREBY AGREES TO RELEASE, DEFEND, INDEMNIFY AND HOLD BH INDEMNITEES HARMLESS FROM ANY CLAIMS ARISING OUT OF THE USE OF SUCH INTERPRETATIONS AND/OR RECOMMENDATIONS.

BH will endeavor to transmit data to Customer as accurately and securely as practicable in accordance with current industry practice. Notwithstanding the foregoing, BH does not warrant the accuracy of data transmitted by electronic processes and will not be responsible to Customer for accidental or intentional interception of such data by others.

BH does not represent or warrant that the Products are or will be compliant with the requirements of REACH (the Registration, Evaluation, Authorization and Restriction of Chemicals Regulation 1907/2006, as amended) and all implied warranties as to compliance with REACH ("REACH Compliance") are hereby excluded to the fullest extent permitted by law. Without prejudice to the foregoing, BH shall use reasonable endeavors to obtain or maintain REACH Compliance in respect of the Products where required by law, unless it is Customer's responsibility to obtain or maintain REACH Compliance or any non-compliance is caused by any act or omission of Customer. In the event BH receives written notice from any competent authority, or in its reasonable opinion decides, that any of the Products are not or will not become REACH compliant, it shall inform Customer in writing within a reasonable time and may suspend any further deliveries of the relevant Products and/or terminate the Order. Customer shall promptly provide such information to BH as may be required in order to obtain and maintain REACH Compliance in respect of the Products and shall comply with its obligations under REACH.

THIS ARTICLE 10 SETS FORTH CUSTOMER'S SOLE REMEDIES AND BH'S ONLY OBLIGATION WITH REGARD TO DEFECTIVE OR NON-COMFORMING SERVICES, EQUIPMENT OR PRODUCTS. EXCEPT AS OTHERWISE EXPRESSLY PROVIDED PURSUANT TO THE PROVISIONS OF THIS ARTICLE 10, BH MAKES NO WARRANTY OR GUARANTEE OF ANY KIND, EXPRESS OR IMPLIED, INCLUDING NO IMPLIED WARRANTY OF MERCHANTABILITY OR FITNESS FOR A PARTICULAR PURPOSE, REGARDING ANY SERVICES PERFORMED BY EQUIPMENT OR PRODUCTS SUPPLIED BY BH HEREUNDER. IN NO EVENT SHALL BH BE LIABLE FOR RIG TIME INCURRED BY CUSTOMER INDEMNITEES AS A RESULT OF DEFECTIVE OR NON-COMFORMING SERVICES, EQUIPMENT OR PRODUCTS.

11. **LOST EQUIPMENT INDEMNITY BUY-BACK**

In some locations, loss equipment indemnity buy-back ("LEIB") is available for some Tools. LEIB must be purchased by Customer prior to the date leaving BH's point of origin. Regardless of LEIB, Customer shall make every reasonable effort to recover BH's Tools lost or damaged in a well or hole in accordance with Paragraph 5D. BH reserves the right not to offer LEIB at its sole discretion.

12. **INSURANCE**

Upon written request, each party shall furnish to the other party certificates of insurance evidencing that adequate insurance

to support each party's obligations hereunder has been secured. To the extent of each party's release and indemnity obligations hereunder, each party agrees that all such insurance policies shall (i) be primary to the other party's insurance, (ii) include the other party, its parent, subsidiary and affiliated or related companies, its subcontractors and other contractors, and its and their respective officers, directors, employees, consultants and agents as additional insureds, and (iii) be endorsed to waive subrogation against the other party, its parent, subsidiary and affiliated or related companies, its subcontractors and other contractors, and its and their respective officers, directors, employees, consultants and agents.

13. CHANGE OF DESIGN
BH expressly reserves the right to change or modify the design and construction of any of its Products without obligation to furnish or install such changes or modifications on Products previously or subsequently sold.

14. PATENTS
BH warrants that the use or sale of Equipment or Products hereunder will not infringe valid patents of others by reason of the use or sale of such Equipment or Products per se, and hereby agrees to hold CUSTOMER harmless against judgment for damages for infringement of any such patent, provided that Customer shall promptly notify BH in writing upon receipt of any claim for infringement, or upon the filing of any such suit for infringement, whichever first occurs, and shall afford BH full opportunity, at BH's option and expense, to answer such claim or threat of suit, assume the control of the defense of such suit, and settle or compromise same in any way BH sees fit. BH does not warrant that such Equipment or Products (i) will not infringe any such patent when not of BH's manufacture, or specially made, in whole or in part, to the Customer's design specifications; or (ii) if used or sold in combination with other materials or apparatus or used in the practice of processes, will not, as a result of such combination or use, infringe any such patent, and BH shall not be liable and does not hold Customer harmless for damages or losses of any nature whatsoever resulting from actual or alleged patent infringement arising pursuant to (i) and (ii) above. THIS PARAGRAPH STATES THE ENTIRE RESPONSIBILITY OF BH CONCERNING PATENT INFRINGEMENT.

15. CONFIDENTIALITY
Each party shall maintain all data and information obtained from the other party in strict confidence, subject only to disclosure required by law or legal process. In the event that BH owns copyrights to, patents to, or has filed patent applications on, any technology related to the Services, Products or Equipment furnished by BH hereunder, and if BH makes any improvements on such technology, then such improvements shall not fall within the confidentiality obligations of BH included herein, and BH shall own all such improvements, including drawings, specifications, calculations and other documents.

The design, construction, application and operation of BH's Services, Equipment and Products embody proprietary and confidential information. Customer shall maintain this information in strict confidence and shall not disclose it to others, subject only to disclosures required by law or legal process. To the extent permissible by law, Customer shall not reveal the Products or Equipment (or drawings related thereto) to others or reverse engineer or permit others to reverse engineer, for the purpose of manufacturing, similar Products or Equipment.

16. LIENS, ATTACHMENTS AND ENCUMBRANCES

Customer grants to BH a lien upon and a security interest in (i) any interest that Customer now owns or hereafter acquires in the lands, household interests, pipelines, pipeline right-of-ways, personal property and fixtures arising out of, pertaining to, located on, or used in connection with the development of, the mineral property on which the Services, Products, or Equipment were performed or installed (the "Mineral Property"), (ii) the oil and gas when extracted from the Mineral Property, including the proceeds thereof, (iii) the contract rights, inventory and general intangibles pertaining to the Mineral Property, and (iv) any claim against any working interest owner of the Mineral Property arising from nonpayment of Customer's obligations to BH under this Agreement. Customer authorizes BH to have filed a financing statement and any other instruments BH determines to be necessary or appropriate to perfect the lien and security interest created hereby. Upon request, Customer shall execute any document determined by BH to be necessary or appropriate to perfect this lien and security interest under all applicable laws and the real property recording statutes of the state in which the Mineral Property is located. If BH is unable to obtain proper execution of such documentation within a reasonable period of time after the request is made, then Customer hereby appoints BH as Customer's true and lawful agent and attorney-in-fact, to execute all documents on its behalf, and to otherwise take such actions on its behalf, as BH deems necessary or appropriate, to perfect the lien and security interest created or contemplated hereby. This appointment is coupled with an interest and may not be revoked for as long as any portion of Customer's obligations hereunder remains outstanding. The lien and security interest created hereby are in addition to, and not in lieu of, any other liens and security interests now existing or hereafter coming into existence, and securing the performance of Customer's obligations hereunder, whether voluntarily or involuntarily, including any liens arising by statute or common law in favor of mechanics and/or materialmen.

Should Customer commit a breach of any of the terms and conditions of this Agreement, be named as a debtor in a bankruptcy proceeding, or become insolvent, should Customer, or any of its assets, be the subject of a receivership proceeding, or should any creditor or other person or entity attach or levy Customer's property or equipment, BH shall immediately have the right, without notice and without liability for trespass or damages, to renege and remove any of its Products or Equipment wherever it may be found. CUSTOMER SHALL RELEASE, DEFEND, INDEMNIFY AND HOLD BH INDEMNITIES HARMLESS FROM ANY AND ALL LIENS AND ENCUMBRANCES AGAINST PRODUCTS OR EQUIPMENT FURNISHED HEREUNDER AND SHALL RETURN SAME PROMPTLY TO BH FREE OF ANY LIENS OR ENCUMBRANCES.

17. FORCE MAJEURE

If either party is unable by reason of Force Majeure to carry out any of its obligations under this Agreement, other than obligations to pay money, then on such party giving notice and particulars in writing to the other party within a reasonable time after the occurrence of the cause relied upon, such obligations shall be suspended. "Force Majeure" shall include any event that is beyond the reasonable control of the party so affected including, without limitation, acts of God, laws and regulations, government action, war, civil disturbances, black, piracy, criminal action by a third party, fires or acts of terrorism, strikes and labor problems, delays of vendors or carriers, lightning, fire, flood, washout, storm, breakdown or accident to equipment or machinery, and shortage of raw materials, in the event that any suspension due to Force Majeure exceeds ten (10) consecutive days, either party may terminate this Agreement by written notice to the other party, and Customer shall be liable for demobilization and any other reasonable costs incurred by BH incidental to such termination.

18. INDEPENDENT CONTRACTOR

It is expressly understood that BH is an independent contractor, and that neither BH nor its principals, partners, employees or subcontractors are servants, agents or employees of Customer.

Rev. 1 January 2012

In all cases where BH's employees (defined to include BH's and its subcontractors' direct, borrowed, special, or statutory employees) are covered by the Louisiana Workers' Compensation Act, La. R.S. 23:102 et seq., BH and Customer agree that all Services, Products and Equipment provided by BH and BH's employees pursuant to this Agreement are an integral part of, and are essential to the ability of Customer to generate Customer's goods, products, and services for the purpose of La. R.S. 23:106 (A) (1). Furthermore, BH and Customer agree that Customer is the statutory employer of BH's employees for purposes of La. R.S. 23:106 (A) (3).

19. LAWS, RULES, REGULATIONS, AND EXPORT CONTROL

BH and Customer agree to be subject to all laws, rules, regulations and decrees of any governmental or regulatory body having jurisdiction over the Services, Equipment or Products to be provided by BH or the work site or that may otherwise be applicable to BH's or Customer's performance under this Agreement.

Customer acknowledges that Equipment, Services, Products and/or related technical data covered by this Agreement may be subject to U.S. and/or foreign trade controls. Customer agrees that it will not sell, re-export or transfer Equipment, Products and/or related technical data except in full compliance with all governmental requirements including but not limited to economic sanctions and export controls administered by the U.S. Department of Treasury, U.S. Department of Commerce and U.S. Department of State. Customer agrees to comply with all BH requests for trade compliance information, statements, and other assurances including, without limitation, requests for End-User and Routed Transaction certifications. Any breach of this provision shall be deemed a material breach of this Agreement and sufficient basis for BH to reject any or all orders or to terminate the Agreement.

BH reserves the right to refuse to fulfill any order or otherwise perform under this Agreement if BH in its sole discretion determines that such action may violate any law or regulation. Customer agrees that such refusal, cancellation, or termination of the Agreement by BH will not constitute a breach of BH's obligations under this Agreement and Customer hereby waives any and all claims against BH related to such refusal, cancellation, or termination.

20. GOVERNING LAW AND ARBITRATION

A. Except for Services, Equipment or Products provided, or to be provided, by BH in North or South America (the "Americas"); THIS AGREEMENT SHALL BE GOVERNED BY AND INTERPRETED IN ACCORDANCE WITH ENGLISH LAW, EXCLUDING CONFLICTS OF LAW AND CHOICE OF LAW PRINCIPLES. ANY DISPUTE, CONTROVERSY OR CLAIM ("DISPUTE") ARISING OUT OF OR IN CONNECTION WITH THIS AGREEMENT OR THE FURNISHING OF EQUIPMENT, SERVICES OR PRODUCTS HEREUNDER SHALL BE RESOLVED BY FINAL AND BINDING ARBITRATION CONDUCTED IN ACCORDANCE WITH THE UNCITRAL ARBITRATION RULES (THE "RULES"). The Tribunal shall be composed of three arbitrators, with each party appointing one arbitrator, and the two arbitrators so appointed appointing the third arbitrator who shall act as the presiding arbitrator of the Tribunal (the "Tribunal"). The appointing authority under the Rules shall be the London Court of International Arbitration. The language of the arbitration shall be English. The seat of arbitration shall be London, England, and the proceedings shall be conducted and concluded as soon as reasonably practicable, based upon the schedule established by the Tribunal. Any monetary award shall be made in U.S. Dollars, free of any tax or other deduction, and shall include interest from the date of any breach or other violation of the Agreement to the date paid in full at a floating rate of interest equal to the prime rate of interest in effect at Citibank, N.A., New York, U.S.A., from time to time.

B. For Services, Equipment or Products provided, or to be provided, by BH in the Americas: THIS AGREEMENT SHALL BE GOVERNED BY AND INTERPRETED IN ACCORDANCE WITH THE SUBSTANTIVE LAWS OF OKLAHOMA, EXCLUDING CONFLICTS OF LAW AND CHOICE OF LAW PRINCIPLES. ANY DISPUTE, CONTROVERSY OR CLAIM ("DISPUTE") ARISING OUT OF OR IN CONNECTION WITH THIS AGREEMENT OR THE FURNISHING OF EQUIPMENT, SERVICES OR PRODUCTS HEREUNDER SHALL BE RESOLVED BY FINAL AND BINDING ARBITRATION CONDUCTED IN ACCORDANCE WITH THE COMMERCIAL RULES OF ARBITRATION OF THE AMERICAN ARBITRATION ASSOCIATION (THE "RULES"). The Tribunal shall be composed of one (1) neutral arbitrator. If the Dispute involves a maximum exposure of less than \$1,000,000, the parties are unable to agree on a neutral arbitrator, one will be appointed pursuant to the Rules. If the Dispute involves a maximum exposure equal to or in excess of \$1,000,000, then the Tribunal shall consist of three (3) arbitrators, with each party appointing one arbitrator, and the two arbitrators so appointed appointing the third arbitrator who shall act as Chair (the "Tribunal"). The seat of arbitration shall be Houston, Texas, and the proceedings shall be conducted and concluded as soon as reasonably practicable, based upon the schedule established by the Tribunal.

C. For any arbitration conducted in accordance with Paragraph A. or B. above, the following shall apply: No award shall be made for Consequential Damages. Judgment upon the award rendered by the Tribunal pursuant hereto may be entered in, and enforced by, any court of competent jurisdiction. All statutes of limitation that would otherwise be applicable shall apply to the arbitration proceeding. Any attorney-client privilege and other protection against disclosure of privileged or confidential information, including, without limitation, any protection afforded the work-product of any attorney, that could otherwise be claimed by any party shall be available to, and may be claimed by, any such party in any arbitration proceeding. The parties shall treat all matters relating to the arbitration as confidential. Subject to each party's right to cooperate fully with the United States authorities, the parties understand and agree that this confidentiality obligation extends to information concerning the fact of any request for arbitration, any ongoing arbitration, as well as all matters discussed, discovered, or divulged, (whether voluntarily or by compulsion) during the course of such arbitration proceeding. It is the desire of the parties that any Dispute is resolved efficiently and fairly and the Tribunal shall act in a manner consistent with these intentions.

21. ASSIGNMENT

BH shall have the right to assign this Agreement to any of its subsidiaries, affiliated or related companies without the consent of Customer.

22. GENERAL

Failure of Customer or BH to enforce any of the terms and conditions of this Agreement shall not prevent a subsequent enforcement of such terms and conditions or be deemed a waiver of any subsequent breach. Should any provision of this Agreement, or a portion thereof, be unenforceable or in conflict with governing country, state, province, or local laws, then the validity of the remaining provisions, and portions thereof, shall not be affected by such unenforceability or conflict, and this Agreement shall be construed as if such provisions, or portion thereof, were not affected herein. This Agreement contains all representations of the parties and supersedes all prior oral or written agreements or representations. Customer acknowledges that it has not relied on any representations other than those contained in this Agreement. This Agreement shall not be varied, supplemented, qualified, or interpreted by any prior course of dealing between the parties or by any usage of trade and may only be amended by an agreement executed by both parties. In the event that any conflict exists between the provisions of this Agreement and any other terms and conditions set forth in Customer's purchase orders, field work orders, work tickets, invoices, statements, or any other type of memoranda or other documents provided by Customer in the normal course of business, whether oral or written, the provisions of this Agreement shall govern.