

**Halliburton's Intellectual Property Rights Disclosure**  
**Regarding PRODML Work Group**

This document is Halliburton Energy Services, Inc.'s ("Halliburton's") Intellectual Property Rights ("IPR") Disclosure regarding the PRODML Work Group ("the Work Group") pursuant to the Petrotechnical Open Standards Consortium, Inc.'s ("POSC's") Information and Intellectual Property Policy that was approved November 20, 2003 ("the Policy"). The definitions set forth in the Policy are hereby incorporated by reference herein. Additionally, the definitions set forth in the PRODML Work Group Addendum promulgated by the Work Group are hereby incorporated by reference herein.

**1. Recitals**

- a. Halliburton has developed certain new and useful improvements in the field of reservoir management, which are described and are the subject of United States Patent Nos. 6,266,619; 6,356,844 (with counterparts in Europe and Norway) and 6,853,921 and U.S. Patent Application No. 10/929,584 filed 08/30/2004 ("the Halliburton Patents").
- b. The Halliburton Patent may relate to one or more aspects of one or more POSC Work Items being considered by the Work Group. Specifically, these Work Items include:
  - i. PRODML Flow # 1 Project Outline Proposal (POP), version 3.0, February 13, 2006.
  - ii. PRODML Flow # 2 Project Outline Proposal (POP), version 5.0, February 13, 2006.
  - i. PRODML Flow # 3 Project Outline Proposal (POP), version 1.0, February 13, 2006.
- c. This IPR Disclosure is made pursuant to Section 6 of the Policy.

**2. IPR Statement**

Halliburton intends to offer a non-exclusive license under the Halliburton Patent for reasonable rates, with reasonable terms and conditions that are demonstrably free of any unfair discrimination with respect to similarly situated parties. This IPR Disclosure does not constitute an express or implied license under any intellectual property rights of Halliburton. In particular, no patent license, either express or implied, is granted under the Halliburton Patent by this IPR Disclosure.

**3. Temporary Non-Assertion During Trial Period**

Halliburton understands that the Work Group is conducting one or more pilot projects that involve technology related to the above-identified Work Items. Halliburton further understands that the pilot projects shall be implemented between April 10, 2006 and September 1, 2006 ("the Pilot Period"). Halliburton shall not directly assert a claim of infringement of the

Halliburton Patent against any system constructed specifically for the pilot projects or the use thereof by any Work Group Participant during the Pilot Period. .

#### **4. Other Relevant Patents**

Halliburton intends to attempt to identify additional patents and patent applications that may be relevant to the Work Items listed in Section 1.b above. Such patents and patent applications will be identified in a supplemental IPR disclosure as soon as reasonably practical.

#### **5. Official Licensing Policy**

This IPR Disclosure constitutes Halliburton's official licensing policy with respect to the Halliburton Patent. Any previous oral or written statements, if any, regarding licensing of the Halliburton Patent is hereby expressly revoked.

#### **6. Contact Information**

Work Group Participants interested in obtaining a non-exclusive license under the Halliburton Patent should contact:

Ralph Priester, Intellectual Property Manager – HDCS  
Innovation and Marketing  
Halliburton Digital and Consulting Services  
P.O. Box 42806  
Houston, TX 77242

Phone: 713-839-2452

#### **7. Headings**

The headings in this Disclosure are provided for convenience of reference only, and are not an integral part of this IPR Disclosure and will not affect its construction or interpretation.

**8. Choice of Law**

This IPR Disclosure shall be construed under the laws of the State of Texas without regard to conflicts of laws principles.

IN WITNESS WHEREOF, Halliburton has executed this IPR Disclosure, as follows:

Halliburton Energy Services, Inc.

By: Peter Bernard

Peter Bernard  
Printed Name

Title: Sr. Vice President

Date: 5/5/06

Reviewed by Legal	
Legal	M. A. Smith 5/05/06