

OUR COMPANIES AT A GLANCE

HILLWOOD INTERNATIONAL ENERGY				
Areas of operation	Assets	Areas of additional interest	Hillwood Development	Perot Systems worldwide locations
United States Russia Iraq	Barnett Shale Baituganskoye Field Bina Bawi Concession Fayetteville Shale Flippen / Frye Trend	North Africa South-East Asia	Costa Rica United States	Australia Canada China Czech Republic France Germany Hong Kong Hungary India Ireland Italy Japan Malaysia Mexico Netherlands Philippines Romania Singapore Switzerland UAE United Kingdom United States

1964

Jerry Fullinwider founds VF-Petroleum with West Texas / New Mexico operations

1976

Petrus Oil and Gas founded

1984

Discovery of 300 BCF Perry Point field in Southern Louisiana

1985

William K Gayden hired to re-organise and expand Petrus operations

1988

Petrus Oil and Gas sold to the publicly-traded Australian company Bridge Oil Limited. At the time of sale, Petrus had proven reserves of 13.7million barrels of oil and 81.47 billion cubic feet of natural gas

1989

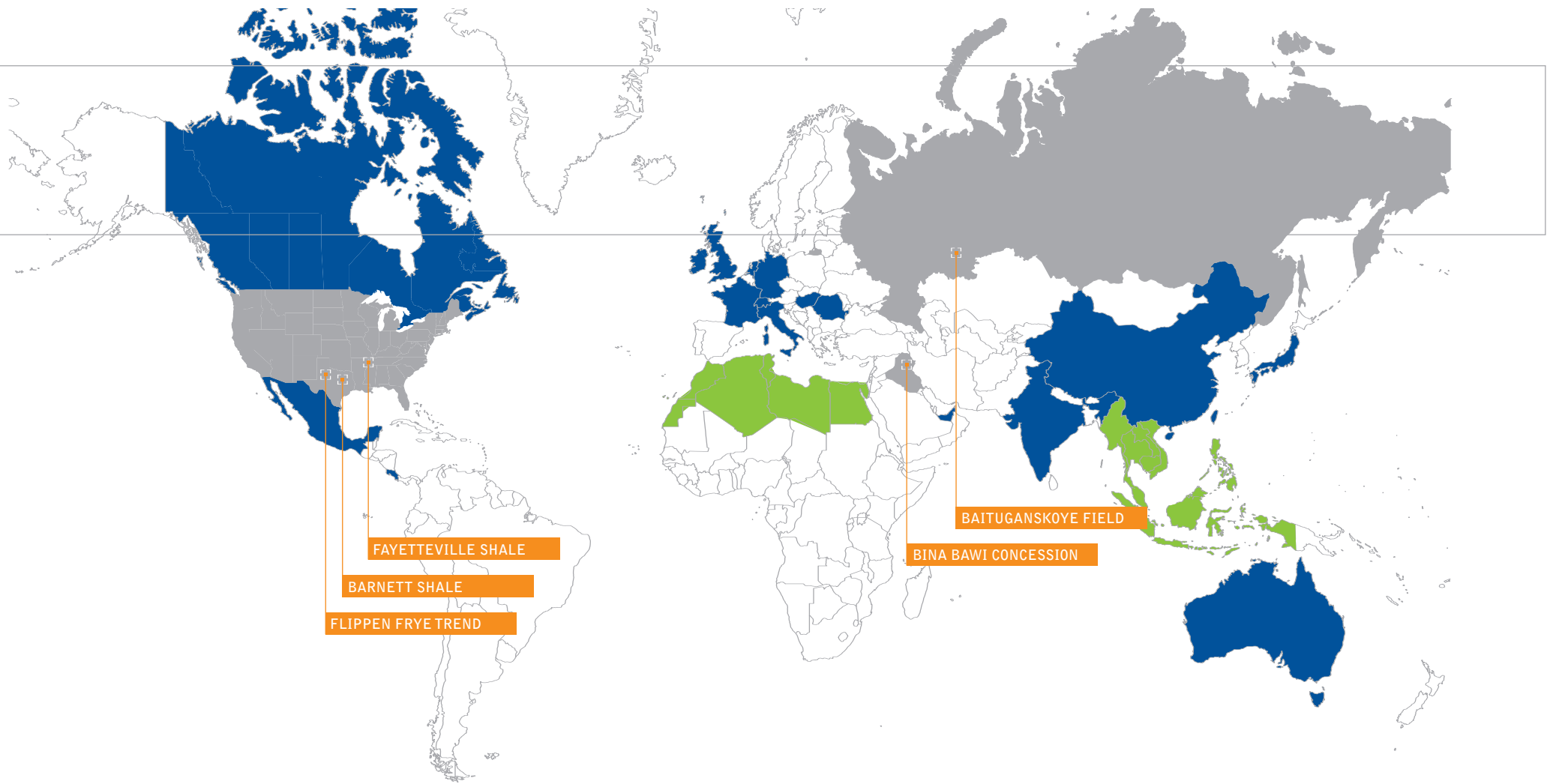
Gayden founds Merit Energy with Perot as lead investor. Merit Energy has operations in 13 US states, interests in 11,474 wells, production of 92,000 BOEPD, \$3.1 billion in assets and \$4.0 billion in committed capital

Fullinwider meets with high-ranking Soviet oil and gas officials to discuss potential involvement in the USSR

Fullinwider founds VF-Russia

1991

VF-Russia office opens in Moscow



1993

VF-Russia enters joint venture with Orenburgneft JSC at the Baituganskoye Field in the Volga-Urals Basin forming BaiTex

1996

Workover program utilising Western equipment and technology initiated by BaiTex at Baituganskoye

1998

First horizontal well drilled in the Volga-Urals Basin by BaiTex

2003

Hillwood begins development in the Barnett Shale, the largest gas field in the USA

2005

Hillwood and BaiTex gain 100% of the Baituganskoye field and commence full scale commercial development. Production increases 30% with improved reservoir management

2006

Radial drilling and pressure maintenance program undertaken leading to a further 20% increase in the Baituganskoye field production  
 Barnett Shale wells produce 16 billion cubic feet of gas. Average daily production was 30 million cubic feet per day. Forecast to rise to 115 million cubic feet per day  
 Fayetteville Shale acquired. Has the potential to become the largest gas producing interval in Arkansas  
 Hillwood becomes active in Iraq through its interest in the Bina Bawi EPSA

2007

Hillwood will drill thirty wells including eight wildcat exploration wells  
 Drill six wells in the Flippen/Frye Trend of West Central Texas  
 Complete one well and drill a second well in Bina Bawi license  
 Barnett Shale production climbs to 40mmcfpd. Forecast to rise to 115mmcfpd  
 Hillwood opens office in Amman, Jordan