

LAST MEETING: 2pm, 16th June 2004, Talisman Offices (hosted by Mike Smith)

NEXT MEETING: 2pm, 15th September 2004, CNR (hosted by Jan Bradshaw) TBC

GENERAL TRADING ISSUES

The returns up to May 2004 showed that the number of flare consents was 32, the number over the VAT was 25 and the number under was 7. The total consents bubble awarded was approximately 2.0M m³ per day, the VAT was 1.9 M m³ per day and the total actual flaring was 1.7M m³ per day. The total volume available to trade is 0.2M m³ per day or 33M m³ for the year to April.

Therefore, the VAT below the consents bubble was 5.5%, actual flaring below the VAT was 11.4%, and the overall track below the consents bubble was 16.9%.

No trades have been requested so far in 2004.

Please submit returns to Louise Novell (DTI) promptly each month.

CIRCULATION LIST

| Representative | Initial | Company |
|-----------------------|----------------|-----------------|
| Mike Smith | MS | Talisman Energy |
| Louise Novell | LN | DTI |
| Alan Kennedy | AK | Marathon |
| Alex Wilson | AW | Kerr McGee |
| Alan Fraser | AF | BP |
| Jan Bradshaw | JB | CNR |
| David O'Donnell | DOD | Kerr McGee |
| Mark Simpson | MS | DTI |
| Moirra Langmuir | ML | Conoco Philips |
| Richard Holloway | RH | Conoco Philips |
| Simon Timothy | ST | CNR |
| Neil Macallan | NM | Total |
| Mick Borwell | MB | UKOOA |
| Helen Woodhouse | HW | BP |
| Claire Rawlings | CR | BP |
| John Lypka | JL | BG Group |
| John Madden | JM | Shell |
| J. Rusin | JR | Talisman Energy |
| Gary Wallace | GW | ConocoPhillips |
| David Metcalfe | DM | BP Group |
| Simon Taylor | SIT | Apache |
| Mark Helingoe | MH | Total |
| Ian James | IJ | URS |
| Anna Rouse | AR | URS |

CONTACT DETAILS

Please contact one of the following for information regarding the next FTPTS Steering Committee meeting or to update your committee representative details:

| | | | |
|--------------|---------------|------------------------|---------------|
| Secretariat: | Dr Anna Rouse | Anna_Rouse@URSCorp.com | 020 8944 3468 |
| | Dr Ian James | Ian_James@URSCorp.com | 020 8944 3379 |
| Chairman: | Mike Smith | MSMITH@talisman.co.uk | 01224 352556 |