

Fact Sheet: Focus Areas



DOMESTIC

INTERNATIONAL
China / Malaysia

Newfield Exploration Company is an independent crude oil and natural gas exploration and production company headquartered in The Woodlands, Texas. Our growth strategy has evolved since our founding in 1989 and has allowed us to move into unconventional plays, lengthen our reserve life and build a diversified portfolio capable of sustainable future growth. Our primary focus is on domestic, unconventional resource plays.

At year-end 2011, our proved reserves were 3.9 Tcfe (2.3 Tcf of natural gas and 263 MMBbls of oil). Probable reserves were 2.6 Tcfe (1.7 Tcf of natural gas and 151 MMBbls of oil). This reflects growth of 5% and 4%, respectively, over year-end 2010 reserves. By focusing our investments on oil, we have increased our oil/liquids component to 40% of our total proved reserves. Our proved oil reserves increased nearly 30% during 2011 and our proved natural gas reserves declined by 6% when compared to year-end 2010. The proved developed portion of our reserves is 54%. Our year-end 2011 proved reserve life index was approximately 13 years.

Our strategy today consists of the following key elements:

- Maintaining a diversified portfolio of core assets
- Maintaining a strong capital structure
- Growing through a combination of development drilling and select acquisitions
- Operating our assets and improving operational efficiencies
- Attracting and retaining quality employees and ensuring their interests are aligned with our stockholders' interests

Our domestic areas of operation include the Mid-Continent, the Rocky Mountains and onshore Texas. Our international areas of operation include offshore Malaysia and China.

In 2012, because of the disparity between crude oil and natural gas prices, our primary focus will be on the development of our oil and liquids-rich gas plays.