

Gas STAR Annual Workshop
October 25, 2005

Marathon

Marathon at a Glance







- Marathon Oil Company established 1887
- 4th largest US integrated oil & gas company
- 5th largest US refiner
- ~ 26,000 employees
- Major E&P operations in 9 countries



Our History with Gas STAR

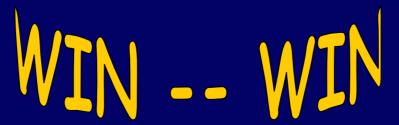
- Marathon An early Gas STAR Partner
- Active Participation with Numerous Successes
- Early 2000's Attention Shift to:
 - Greenhouse Gas (GHG) Inventories
 - Global Climate Change Position
 - Preparing for External GHG Reporting





Why Re-Engage?

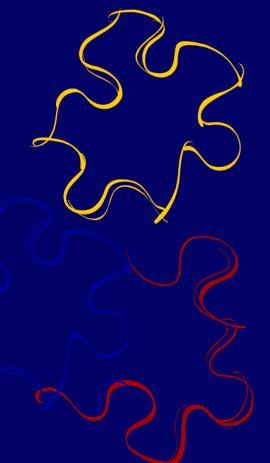
- Methane = potent greenhouse gas
- Lost methane = lost revenue
- Things have changed...especially gas prices
- Missed opportunities to share learnings
- Supports environmental stewardship initiatives
- Demonstrates commitment to stakeholders





Managing the Pieces

 Gas STAR is an Important Piece to Marathon's Overall Emissions Management Program



- √ Emission Inventories
- √ Efficiency/Reduction Project Opportunities
- ✓ Identification of New Technologies/Processes
- √ External Reporting
- √ Stakeholder Engagement



What Have We Done?

Re-engaged Senior Management

Regained Support & Commitment

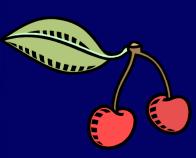
- Conducted Operational Efficiency Studies
 - Larger & Representative Facilities

- Identified Efficiency/Reduction Opportunities
 - General & Facility-Specific



What Have We Learned...So Far?

- We continue to do a lot of good things!
- Not a lot of "low-hanging fruit", but there are opportunities
- We still have some skeptics
- We've missed out on some emerging technologies
- Continual focus and commitment will be necessary





Challenges Moving Ahead

- Growth Agenda
- People Resource Limitations
- Building Momentum with Key Internal Stakeholders
- Communication of Successes
- Efficient Data Management
- Best Practice Identification & Utilization





