PROEXCEL EXTREME LUBRICANTS

OFFSHORE DRILLING LUBRICATION TECHNOLOGY

Positively Charged Molecular Technology



ABOUT PRO-ONE



Based in **Orange County, CA**, ProOne Inc. has developed proprietary lubrication technology which reduces friction better than anything else on the market, with over 50 times the film strength of conventional lubricants.



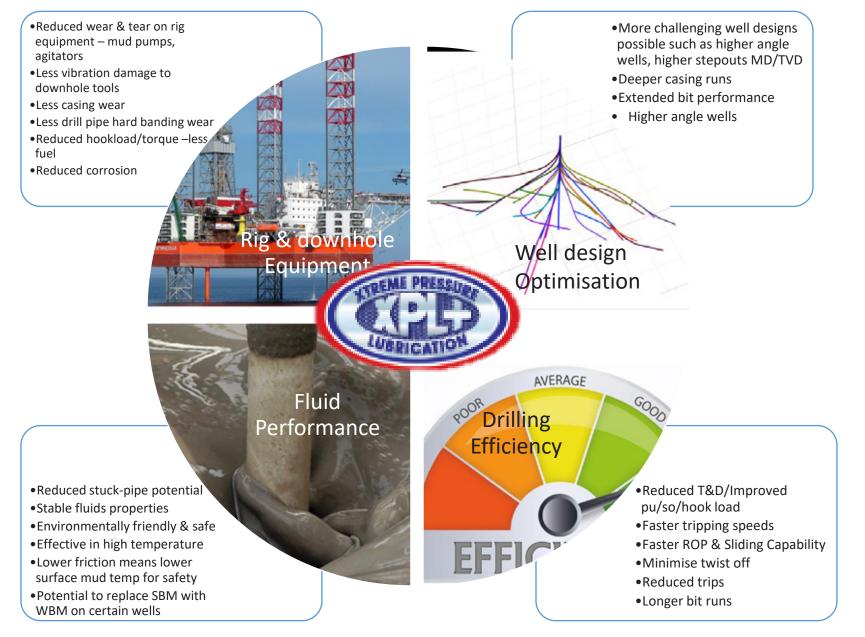








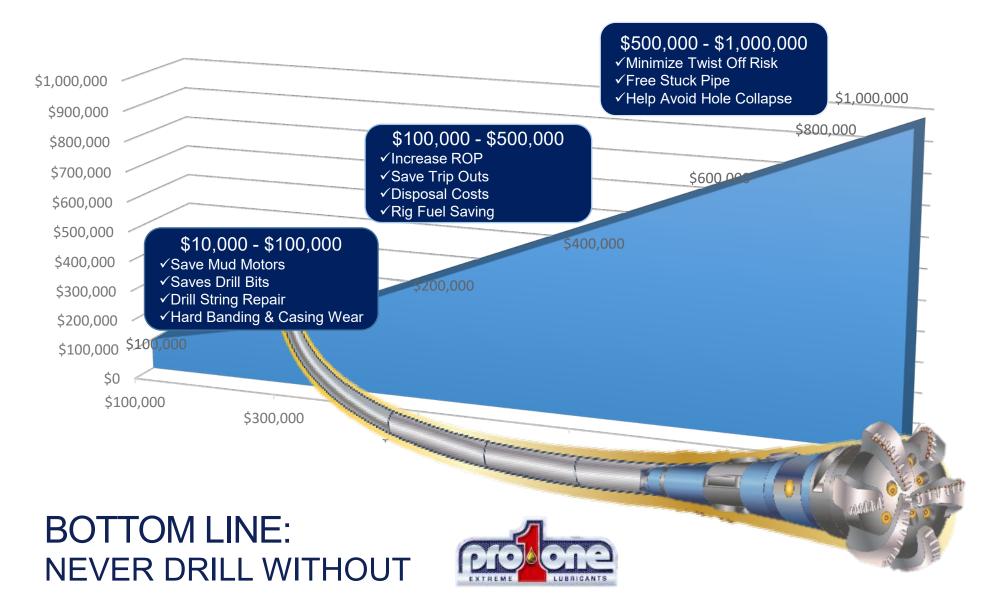
Why use XPL+ Lubrication Technology?



TYPICAL SAVINGS



With today's oil prices, saving money is extremely critical. ProOne's time proven lubrication technology ensures dramatic costs savings and higher return.



THE ULTIMATE LUBRICATION GAME CHANGER

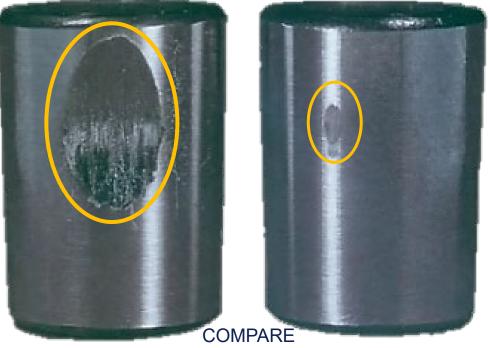


What is XPL+ Technology?

Xtreme Pressure Lubrication with a positive ionic (+) charge so it bonds to metal giving it extreme pressure performance and protection.

Bottom Line Benefits

Dramatically reduces heat & friction
Reduces wear to extend equipment life
Displaces moisture, prevents corrosion
Helps prevent costly down time



Without XPL+ @ 4,000psi

With XPL+@ 200,000psi



PRO-ONE VS TYPICAL LUBRICANTS



Characteristics	Typical Lubricants	LUBRICATION
Charge	_	+
Bonding/flowing	Flowing	Bonding
Reaction to heat & pressure	Migrates away	Migrates towards
Film strength	Limited	Extraordinary
Environmentally friendly	No	Yes

Lubrication film strength is the ability for a **lubricant film** separating moving parts to not break under pressure, which is a critical property in avoiding metal to metal surface contact.



OIL & GAS CUSTOMERS













ЗСОПСНО









APPLICATIONS























San Diego Marine Exchange

Sea Adventure Sportfishing

Santa Clara County

Santa Clara Sanitation

Santa Cruz Boardwalk

Sebastiani Vinevards

Sign Tech International

Six Flags Magic Mountain

South Bayside System Authority

Smokey Mountain Mines

SoCal Sportsfishing

South Bay Sanitation

Spartech Plastics, Inc.

Sutter Homes Winery

Taylor Farms Pacific

Highway Construction

Trinchero Winery's

US Steel Corporation

Vamco Wind Machines

West Coast Aerospace

Wisdom Manufacturing

Washoe County Schools

Utah Pacific Bridge & Steel

Tyco Electronics

Weber Metals

Werner Ladders

Wesson Foods

Team Elmers

Tempurpedic

Tesla Motors

St. Mary's Cement

Sterling Vineyards SuperLite Block

Silgan Can Company

Simplot Foods

Rexam

Setton

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Safeway

Industrial and Commercial Companies Currently Testing or Using ProOne

- 3M
- ACC American Colloid Company
- ADM Grain Company
- AJAX Highway Constructions
- Allied Molded Products, Inc.
- Amcor
- Anaheim School District
- Arrow Tru-Line Rolling Door Company
- Ash Grove Packaging
- B&B Aerospace
- Ball Metals
- Baroid
- Basalite Concrete Products
- Basin Marine
- Bell Berringer
- Boston Transit Authority
- Boyd Gaming
- Buena Park Tool
- Bull Moose Steel Company
- Burrows Hay Grinders
- C&H Sugar Company
- Campbell's Soup
- Captains Locker
- Carson City NV Public Works
- Chemical Lime Corp
- Chrysler (Manufacturing)
- City of Anaheim
- City of Long Beach
- · City of Monroe
- Michigan Waste Water City of
- San Francisco Sanitation
- City of San Mateo
- City of Santa Cruz
- CLD Pacific Grain
- Coastline Equipment
- Con Agra Foods
- Consolidated Container Company
- Continental Mills

- Countyline
- Crystal Sugar
- Curtis Industries
- CVS Distribution Centers
- Davey's Locker Sportfishing
- Del Monte Foods
- Delta Gear Diageo
- Dole Dot Foods
- Earle M. Jorgensen Company
- Eckert Cold Storage
- Edgerton Forge, Inc.
- Escalon Premier Brands
- Ferro Corporation
- Ford (Manufacturing)
- Foster Farms
- Foulton County
- Coil Steel Processing
- GAF Corporation
- Gallo Wines
- Georgia Pacific
- Gerdau Steel Corporation
- Global Brass & Copper Inc.
- Global Valve Manufacturing
- GM Lordstown
- Goldman Auto Parts
- Granite Rock
- Grass America
- Great Salt Minerals Corp
- Greif
- GT Technologies
- Harrahs Corporation
- Heinz Foods
- Hersheys
- Hornblower Cruises
- Idaho Power Supply
 - Independence Sportsfishing
- Intermountain Power Service Group
- Intrepid Potash

- Joseph Gallo Farms
- Kagome Foods
- Kennecott Mines
- Lafarge Asphalt
- Las Vegas Paving
- Lee Jennings Trucking
- Marina Shipyard
- Mars
- Masaba Mining Equipment
- Massachusetts Bay Commuter
- Railroad
- Matsu Ohio, Inc.
- Maumee Valley Bottlers, Inc
- MGM/Mirage Corporation
- Mileston Highway Construction
- Milyard Windows & Doors
- Minturn Nut Company
- Morton Salt
- Mumms Winery
- New York Transit Authority

OG Packaging Group

Pacific SW Containers

Pabco Gypsum

Penhall Company

Peter Pan Bus Lines

Powers & Sons, LLC

Rain 4 Rent

Ralston Purina

Reser's Fine Foods

Quebecor World Nevada

Olin Brass/ Bryan Metals

Pierpoint Landing Sportfishing

Pilkington North America, Inc.

Ralcorp Frozen Baby Products

Rayonier, Inc. (Paper Mills)

- Northstar Steel Corporation
- NortonNTD

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Nucor







Downhole Drilling Fluid Treatment



XPL+ Super Lubricant Torque Reducer



Shale Inhibition & Stabilization High temp fluid loss control +

XPL+ Lubrication



PROVEN TO DRASTICALY



✓ REDUCE TORQUE & DRAG ✓ INCREASE ROP ✓ SOLVE DRILLING PROBLEMS

✓ IMPROVE SLIDING CAPABILITY





Nitro Drilling Fluid

CAN'S THE STREET MARK

Set Casing Faster

Slide Liner Faster

Straighter Vertical with Less Corkscrewing

Increase ROP

5,000 ft.

Maintain WOB and Reduce Torque by 20-50%

Reduce Hook Load Significantly

Drill Curve in Half the Time

Diamond Dust

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Reduces Corrosion on Drill Strings

2,000 ft.

Ideal for Seepage and LCM Control

Enhances Shale Inhibition and Stabilization

Superior High Temperature Fluid Loss Control

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Enables a Thin, Tough and Slick Filter Cake

Improves Cleaning of Drill Cuttings

7,000/9,000 ft. KOP

Exceptional HP Lubricity for Torque , Drag, Differential Sticking, Bit balling & Bit Wear

8,200/10,000 ft. EOC

Few trips: Reduce Number of Mud Motors and Drill Bits

Reach TD Faster and Safer

Reduces well bore damage in vibration induced formations

15,000/20,000 ft. TO



LAB and FIELD TESTING RESULTS





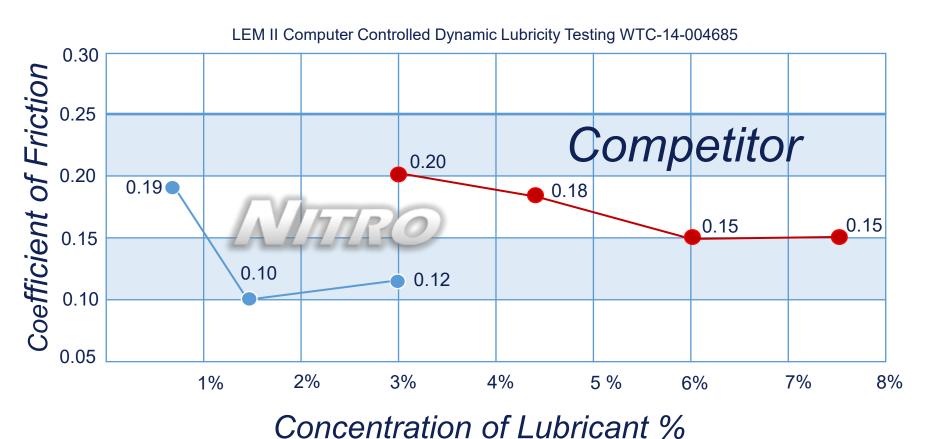


ProOne – Nitro Downhole Drilling Fluid Treatment



An independent laboratory Dynamic Lubricity test shows that NITRO used at only 1.5% or 3.0% reduces the metal-to-metal coefficient of friction significantly more than a major competitor's product used at 6.0% or even 7.5%.

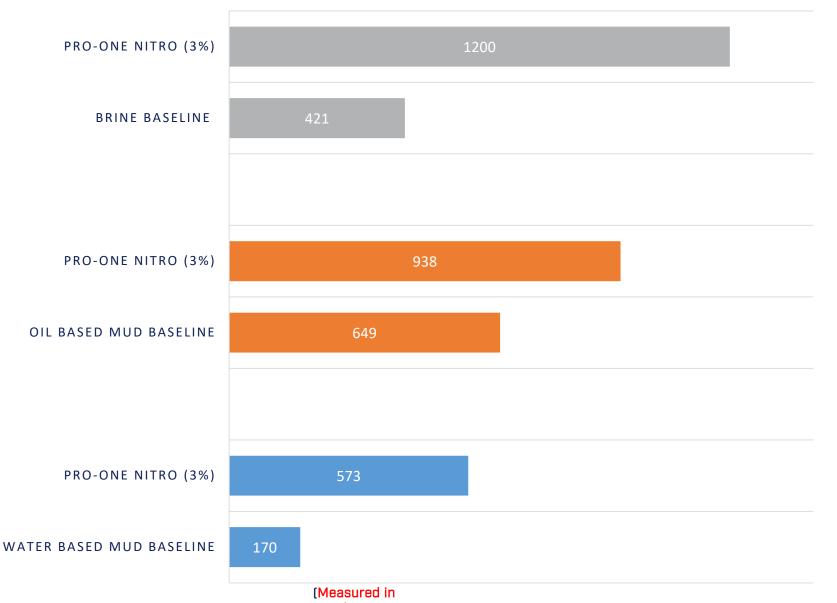
OUTPERFORMS COMPETITION EVEN AT...1.5% vs 7.5%!







PRO-ONE VS BASELINE MUDS

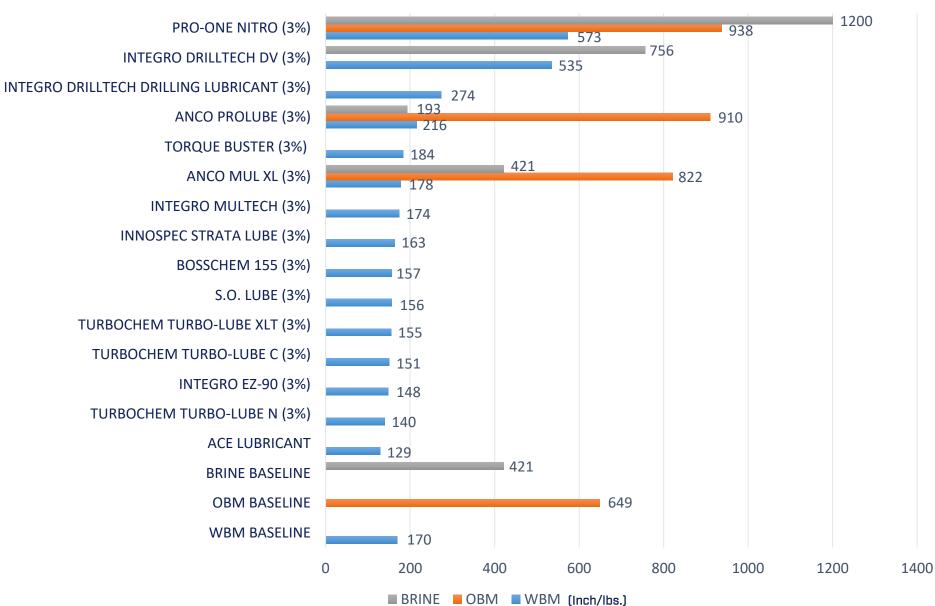


• Inch pounds is a measure of the amount of torque, and resultant heat and friction the lubricant can accept before breaking down

• An inch-pound is the torque of one pound of force applied to one inch of distance from the pivot



NITRO vs COMPETITION



PRO-ONE VS TOP DRILLING FLUIDS

Inch pounds is a measure of the amount of torque, and resultant heat and friction the lubricant can accept before breaking down

NITRO Gulf of Thailand Field Mud Testing 30 – 35% reduction in torque!

	Rheology (150 °F)								
rpm	Mud pure	Nitro 3% by volume	Nitro 5% by volume						
600	82	82 77							
300	47	45	44						
200	35	33	33						
100	21	21	22						
6	6	6	6						
3	5	5	5						

Filtration Test (Fluid loss)							
Mud composition	At (350 °F)						
Mud Pure (ml)	3.2						
Mud + Nitro 3% by volume (ml)	3.2						
Mud + Nitro 5% by volume (ml)	3.0						
Filtration Test (Mud Ca	ke)						
Mud composition	At (350 °F)						
Mud pure (inch)	1/32						
Mud + Nitro 3% by volume (inch)	1/32						
Mud + Nitro 5% by volume (inch)	1/32						

Gel Strength						
Shut off motor time \rightarrow	10 seconds	10 minutes				
Mud composition	At (150 °C)	At (150 °C)				
Mud pure (lbf per 100 sq ft)	6	9				
Mud + Nitro 3% by volume (lbf per 100 sq ft)	6	9				
Mud + Nitro 5% by volume (lbf per 100 sa ft)	6	9				

Lubricity	
Mud detail	Torque
Mud pure	10.0
Mud + Nitro 3% by volume (Mix with mud on 21st August 2019)	6.4
Mud + Nitro 5% by volume (Mix with mud on 21st August 2019)	6.7
Mud + Nitro 3% by volume (Mix with mud on 4 th October 2019)	7.0
Mud + Nitro 5% by volume (Mix with mud on 4 th October 2019)	6.6



NITRO in Polymer WBM



Additive	Unit	Concentration	
SODA ASH	ppb	0.25	
Caustic Soda	ppb	0.6	
NOFOAM SBE30	сс	0.3	
Biocide 2S	Cc	0.75	
Salt(NaCl),8%by WT	ppb	30	
Polylose B	ppb	2.0	
Trupac.SL	ppb	0.25	
Truzan.DS	ppb	1.5	
CaCO ₃ F	ppb	143	
NOCOR C825	Cc	0.75	
Truscav HS	Cc	0.75	
Truthin - L	Cc	1.0	
Lubricant	Cc	7.0	

Rheology for the formulation I (Fann 35)

Rheology	BASE MUD		Rheology BASE MUD		Treated	Mud with	Treated	Mud with
Testing Fann 35			PRC	ONE	RADIAGREEN EME SALT			
RPM	BHR	AHR	BHR	AHR	BHR	AHR		
600	56	56	56	55	59	66		
300	41	41	41	41	42	51		
200	34	34	33	35	34	43		
100	26	25	26	26	25	32		
6	9	9	9	9	9	11		
3	8	7	8	7	8	9		
Aging D/S (deg F)	-	200	-	200	-	200		
HRS	-	16		16	-	16		
PV (cP)	15	15	15	14	17	15		
YP (lbf/100ft2)	26	26	26	27	25	36		
pH		9.76		9.71		9.56		
Density (PPG)		11		11		11		

Lubricity test result for formulation I (Salt Polymer Mud)

Applied pressure 150 pounds Inch

		BHR		AHR @ 200°F			
Test parameter	BASE MUD PROONE		RADIAGREEN	BASE	PROONE	RADIAGREEN	
			EME SALT	MUD	PROONE	EME SALT	
Correction factor	1.00 1.00		1.00	1.00	1.00	1.00	
Mud Lubricity							
Coefficient	0.306	0.140	0.215	0.259	0.106	0.199	
Torque reduction							
Percentage	-	54.25	29.74	-	<u>59.07</u>	23.17	

* Testing conducted by Abu Dhabi/Dubai based independent mud company

NITRO in CaCl2 divalent brine WBM



Additive	Concentration
CaCl ₂ Brine 32% by weight	332.5
Soda Ash	0.25
Truzan DS	1.5
Trulose 100	3.5
CaCO3 Fine	30.0
Lubricant, 2%	7.0

Rheology for the formulation II (Fann 35)

	BASE	MUD		Mud with ONE	Treated Mud with RADIAGREEN EME SALT		
RPM	BHR	AHR	BHR	AHR	BHR	AHR	
600	70	73	78	78	81	81	
300	51	55	60	62	62	67	
200	43	47	52	55	53	60	
100	32	36	41	45	42	49	
6	12	14	18	19	18	18	
3	9	11	15	15	15	14	
Aging D/S (deg F)	-	200	-	200	-	200	
HRS	-	16	-	16	-	16	
PV (cP)	19	18	18	16	19	14	
YP (lbf/100ft2)	32	37	42	46	43	53	

Lubricity test result for formulation II (Di valent Brine Mud)

Applied pressure 150 pounds Inch

		BHR	_	AHR @ 200°F			
Test parameter	BASE MUD PROONE		RADIAGREEN	BASE	PROONE	RADIAGREEN	
	BASE WIDD	PROONE	EME SALT	MUD	PROUNE	EME SALT	
Correction factor	1.00	1.00	1.00	1.00	1.00	1.00	
Mud Lubricity							
Coefficient	0.234	0.135	0.186	0.221	0.045	0.121	
Torque reduction							
Percentage	-	42.31	20.51	-	79.64	45.25	

* Testing conducted by Abu Dhabi/Dubai based independent mud company

NITRO vs COMPETITION WBM



Products Name	Unit	Blank Mud	TEST NO.:	TEST NO.:	TEST NO.:	Mixing	Mixing Time / Speed
		1	2	3	4		
CalciumChloride Brine 1.32 SG	ppb	383	383	383	383	1	1 min @ H B- Low
Sea Water	cc	42	38.5	38.5	38.5	2	1 min @ H B- Low
XCD Polymer	ppb	1.7	1.7	1.7	1.7	3	10 min @ H B- Low
Potato Starch - Fluid Loss	ppb	7	7	7	7	4	10 min @ HB- High
Calcium Carbonate Fine	cc	35	35	35	35	5	5 min @ H B- Low
BLANK		BLANK					
Radiagreen EME (100%)	cc		7.0				5 min @ H B- Low
(Radiagreen EBS +DDBSA SALT+MEA)	cc			7.0		6	5 min @ H B- Low
PROONE - New Sample -	cc				7.0		5 min @ H B- Low
H2S Scavenger	CC	0.25	0.25	0.25	0.25	7	1 min @ H B- Low
MgO	ppb	0.25	0.25	0.25	0.25	8	1 min @ H B- Low
Corrosion Inhibitor	cc	0.25	0.25	0.25	0.25	9	1 min @ H B- Low
Defoamer	cc	0.25	0.25	0.25	0.25	10	1 min @ H B- Low
Photograph of the Lubricant samples			SAMPLE - RADIAGREEN EME SALT		NEW SAMPLE - 2016		

Lubricity Testing Result

Mud Lubricity coefficient - Lubricity testing Results AHR @200°F						
Mud Lubricity coefficient @	Blank Mud	Radiagreen EME (100%)	Radiagreen EBS +DDBSA SALT+MEA	PROONE - New Sample	Note	
Correction Factor	1.000	1.000	0.997	0.980		
150 psi, 60 rpm	0.158	0.112	0.128	0.058		
200 psi, 60 rpm	0.200	0.140	0.167	0.072		
300 psi,60 rpm	0.285	0.212	0.243	0.102		
400 psi,60 rpm	0.380	0.280	0.313	0.177		
500 psi,60 rpm	0.474	0.346	0.394	0.263		

% of Torque Reduction

% of Torque Reduction Lubricity testing Results AHR @200'F						
	Blank Mud	Radiagreen EME (100%)	Radagreen EBS +DOBSA SALT+MEA	PROONE - New Sample	Note	
Torque reduction psi @ 60RPM						
150 psi 60 RPM		29.1	19.2	63.4		
200 psi 60RPM		30.0	16.7	64.2		
300 psi RPM		25.6	14.6	64.2		
400 psi 60 RPM		26.3	17.6	53.3		
500 psi 60 RFM		27.0	16.9	44.6		

* Testing conducted by international mud company

NITRO in OBM with Cement Shear Bond PROEXCEL

Initial Rhee	ologies at 150°F				
	OBM Neat	OBM + 2% ProOne			
PV	48	45			
YP	30	26			
10 Sec Gel	14	12			
10 Min Gel	16	16			
Rheologies at 150°F after hot rolling 16 hours					
	OBM Neat	OBM + 2% ProOne			
PV	65	55			
YP	23	21			
10 Sec Gel	11	12			
10 Min Gel	14	14			
Shear Bond Strength after curing 48 hours at 150°F					
	OBM Neat	OBM + 2% ProOne			
Average Shear Bond Strength, psi	103	109			

* Testing conducted by CSI Technologies Houston

CASE STUDY – Canadian Texas



"We would not have been able to complete this well without

ProOne." - Company Man

Direct Results:

- ProOne reduced torque 37% from 15,500 ft./lbs. to 9,700 ft./lbs.
- ProOne increased ROP from 22.75 fph to 25.50 fph (increase of 12%)
- Reduced drill curve time from 64 to 30 hours
- Torque maxed out. With ProOne, hole reached TD

Savings:

2x Trip Outs @ 60,000 each	\$120,000
2 Drill Bits @ \$15,500 each	\$31,000
Reduced Drill Curve Time - 34 Hours Faster (64 to 30 hours) @ \$2,500 per hour ROP @ Curve to TD 4,437 ft. @ 25.50 fph (Increase of ROP 12% Savings 21 hours x \$2,500)	\$85,000 \$52,500

No Hard-banding Needed! (Magnets Stayed Clean)

Gross Savings

\$300,547

\$12,047





CASE STUDY – Eddy, New Mexico



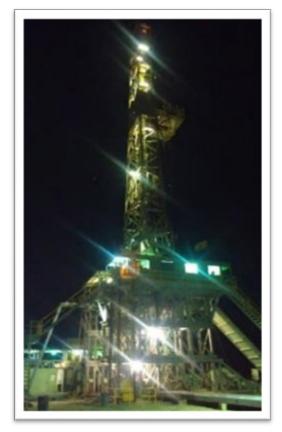
Longest Lateral in New Mexico History = 19,770 ft. TD

"In 25 years in the oilfield, I have never seen anything like ProOne. To lay this much 5" drill string for 12,000 ft. of the lateral should take twice the hook load in this tough formation." - Company Man

Tripped out @ 15,287 MD Hook Load – 400,000 lbs. – Without ProOne Tripped out @ 18,181 MD Hook Load – 260,000 lbs. – With ProOne

Direct Results:

- TORQUE- 50% reduction. Maxed out from 30,000 ft./lbs. to 15,000 ft./lbs.
- ROP Increase of 28% from 41 fph to 57.5 fph
- TRIP OUT Decreased drag
- INCREASE WOB 25,000lbs.



"We experienced a <u>significant drop</u> in torque (50%) and <u>increase</u> in R.O.P. (28%)" - Company Man



CASE STUDY – Denton, Texas

"When we added ProOne, we noticed a significant drop in torque and increase in ROP."

- Company Man

Direct Results:

- TORQUE- 40% reduction
- •WOB INCREASE from 25,000 lbs. to 32,000 lbs. holding torque to 13,500 ft./lbs. at TD
- •TRIP OUT Decreased drag
- •HOOK LOAD Reduced from 330,000 lbs. to 260,000 lbs.
- •CASING 2 hours off company record
- •ADDITIONAL –Increased sliding

18,000 ft./lbs. (Torque) @ 25,000 lbs. (WOB) - Without ProOne 10,000 ft./lbs. (Torque) @ 25,000 lbs. (WOB) – With ProOne







CASE STUDY – Laredo, Texas



- Stuck Drill String Top of the line lubricant was used and was unsuccessful in recovering the string
- Four sweeps of ProOne added at 6% through the slug pits
- After ProOne was introduced the drill string was extracted from the hole!
- Was able to go back on bottom and TD the hole
- \$1.7 to \$2 million saved





CASE STUDY – Elk Hills, CA H&P Rig #444





- Maxed out torque at 15,500 ft./lbs.
- ProOne was added at 3% of active system volume.
 - Torque was reduced 45% to 8,041 ft./lbs.



IN THE NEWS – DOMESTIC







Pumping











MANUFACTURING FACILITIES







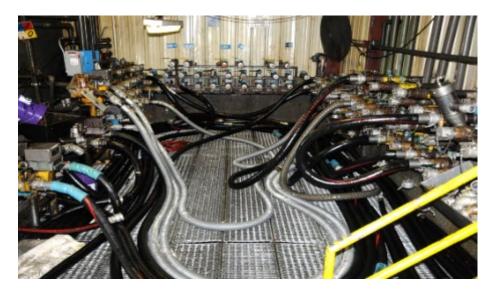
MANUFACTURING FACILITIES













SUMMARY



- Products for O&G, Industry, Transportation, Mining, Commercial
- Can replace SBM with WBM on certain wells with addition of Nitro!
- Improved drilling performance (T&D, ROP etc.) expected (even with SBM !!) provides potential for drilling engineer to further optimize well design
- Reduced wear and tear on downhole tools and rig equipment
- Approved for Offshore (California)



