

Message

From: Sykes, Starlee R [/O=EXCHANGELABS/OU=EXCHANGE ADMINISTRATIVE GROUP (FYDIBOHF23SPDLT)/CN=RECIPIENTS/CN=REDACTED]
Sent: 16/07/2019 23:09:08
To: Knapp, Andy [/o=ExchangeLabs/ou=Exchange Administrative Group (FYDIBOHF23SPDLT)/cn=Recipients/cn=REDACTED]
Subject: RE: C&EA Bi-Monthly Report for June 21, 2019-GOM/Canada and Upstream Advocacy

Really great add. Thank you!

From: Knapp, Andy <[REDACTED]@bp.com>
Sent: Friday, June 21, 2019 10:13 AM
To: C&EA GOM/CANADA BI-MONTHLY UPDATE [REDACTED]@bp.com>
Subject: C&EA Bi-Monthly Report for June 21, 2019-GOM/Canada and Upstream Advocacy

In the spirit of One BP, we are very happy to now have a Canada section as part of this update.

Additional information is available on all items. Please contact Andy Knapp directly or the team member specified.

KEY ITEMS, NEWS, AND EARLY FLAGS

⇒ The U.S. House of Representatives Natural Resources Committee passed two bills out of committee that would prohibit offshore oil and gas drilling. While likely to pass the full House along party lines, they are unlikely to be taken up by the Senate. (Please see “Congress” below)

- Industry News
 - W&T Offshore announced a discovery at its Gladden Deep prospect in GoM Mississippi Canyon block 800. The well is in approximately 3,000 ft of water and drilled to a total measured depth of 18,324 ft.
 - Total S.A. brought online its new Pangea III supercomputer, currently the most powerful commercial supercomputer of the world. Developed by IBP, the supercomputer will increase the company's computing capabilities by almost 5 to 31.7 petaflops (equivalent to 170,000 laptops combined) and triple the storage capacity to 76 petabytes. Total announced that this technology investment will allow the company to accelerate oil and gas exploration missions, crunching massive volumes of seismic data and utilize modeled seismic images to spot resource locations. They went on to say the technology will be used in “complex geologic environments wherein resources are trapped under salt, such as in Brazil, the Gulf of Mexico, Angola and the Eastern Mediterranean.”
- Weather
 - Disturbance #4 is barely identifiable now located south of Haiti over the Caribbean. Shear is very strong across this region and conditions remain unfavorable for any tropical development. No threat from this system.
 - Disturbance #5 is a weak tropical wave over the Atlantic still east of Trinidad. It is not showing any signs of organization, and tropical development is not expected. It should bring increased rain chances to Trinidad late tomorrow through Monday.
- GoM Production (best day in the last two weeks)
 - 344 mboed (net)

ISSUES AND ACTIVITIES

Legislation, Regulation, Policy

- Congress
 - Congress is currently in session and will remain so until the July 4th recess.
 - Additional information on bills prohibiting offshore oil and gas drilling (noted under “Key Items” above)

Redacted - First Amendment

Redacted - First Amendment

- Royalties
- Nothing to report

Redacted - First Amendment

- Well Control Rule
- Plaintiffs Sierra Club, Natural Resources Defense Council, Healthy Gulf, Center for Biological Diversity, Defenders of Wildlife, Friends of the Earth, North Carolina Coastal Federation, and South Carolina Coastal Conservation League have sued the Director of the Bureau of Safety and Environmental Enforcement (BSEE) claiming weaker standards could lead to another offshore incident. Claims include violations of the Administrative Procedures Act (APA), National Environmental Policy Act (NEPA), and the Outer Continental Shelf Lands Act (OCSLA).

Redacted - First Amendment

- International
- Nothing to report at this time

GoM Regulatory Compliance & Environment (RC&E) – close collaboration with C&EA (please refer questions and/or activities to Elizabeth Komiskey)

- Nothing to report at this time

Communications

- Integrated
- GOM Communications Manager Elyse Guevara-Harris started 6/17 and will begin work at WL1 on 6/24.

- Media (Ryan)
 - Holding initial conversation week of June 24 with Microsoft and Mad Dog 2/Argos team about publicity around the launch and use of Hololens2 for the MD2/Argos project.
 - Received inquiry from Petroleum Economist magazine seeking information about our GoM exploration portfolio. Declined to provide interview or specifics and directed them to Oman Investor brief and last several GoM related press releases.
 - Updating GoM page for the annual U.S. Economic Impact Report, deadline is July 14 for business unit approval.
 - Updating GoM Economic/Technology pamphlet.
- Digital (Pirtle)
 - Shared a photo of the Center for High Performance Computing (CHPC), highlighting how it helped BP discover more oil in the Gulf of Mexico using seismic technology.
 - Developing social media creative content related to THSX2.
- M&T (Franceschi)
 - GoM M+T Spotlight week will be 7/15 – 19. During the week, key regional M&T initiatives/projects will be highlighted as well as achievements and lessons learned, with the intent to share with the larger Upstream segment.

States

- Gulf Coast Region (Wynn Radford)- Alabama, Florida, Louisiana, Mississippi, Texas
 - Louisiana
 - Legislative Session

Redacted - First Amendment

- Over the last two years, there have been five legislative sessions. During Governor Edwards' four years in office, there have been a total of 12 sessions, seven special, four regular, and one organizational.
- Radford and Knapp are scheduled to discuss infrastructure and tax matters in support of BP GoM.
 - 2020 Strategy Session
- BP's Wynn Radford and Jim Lucari participated in a Louisiana 2020 Strategy meeting with peers from Chevron, Shell, ExxonMobil, and Conoco. Representatives from LOGA, LMOGA, and Louisiana Association of Business and Industry (LABI) also joined the discussion.
 - South Central Industrial Association Annual Banquet

Redacted - First Amendment

- Louisiana Litigation
- U.S. District Court Judge Martin Feldman granted a stay pending an appeal in a case of six defendants and coastal-permit lawsuits targeting Louisiana's energy industry and whether state or federal laws rule. Feldman's stay order, filed June 11, comes after he made an order to remand on May 28 in the case of The Parish of Plaquemines vs. River wood Production Co., Et Al. The case is one of 43 lawsuits aimed at more than 200 oil and gas companies that have been filed in state court by six Louisiana coastal parishes and the City of New Orleans.
- Atlantic States (Hope Lanier)
 - Nothing to report
- Other States
 - Nothing to report

CANADA

- Prime Minister Justin Trudeau announced cabinet approval of the Trans Mountain Expansion Project this week, with construction anticipated to begin this summer. As part of the announcement, the Prime Minister indicated every dollar earned from the project will be invested in Canada's "clean energy transition." This includes both revenues from operation of the project and any profits associated its eventual sale.

- Bill C-69, the Impact Assessment Act, continues to be progressed through the House with the objective of passing it before the end of this Parliamentary session but it will require approval by the Senate.
- The Senate amended Bill C-48, the Oil Tanker Moratorium, this week after it rejected a recommendation from the Senate Transport Committee to quash it.

TRADE ASSOCIATIONS & EXPANDED ADVOCACY

- Trade Associations
 - National Ocean Industries Association (NOIA)
 - Presidential search closes 7/11. To date, five candidates have formally applied.
- Expanded Advocacy
 - Consumers Energy Alliance (CEA) – Offshore and Onshore Key Items
 - Nothing to report

For expanded coverage of CEA activity (upstream/midstream/downstream), please direct any questions to Andy Knapp.

KEY DATES AND UPCOMING EVENTS

July 16	South Central Industrial Association Board Meeting in Houma, LA
July 23	API Upstream Committee Meeting in Washington, DC
July 29 – 30	Louisiana Mid-Continent Oil and Gas Association (LMOGA) Post-Session meeting
August 20	South Central Industrial Association Board Meeting in Houma, LA
September 9 – 10	Louisiana Association of Business and Industry (LABI) Federal Fly-In in Washington, DC
September 17 – 18	Louisiana Oil and Gas Association Fall Meeting in Lafayette, LA
September 25 – 26	Louisiana Mid-Continent Oil and Gas Association (LMOGA) Board Meeting in Houston, TX
October 9 – 11	National Ocean Industries Association (NOIA) Fall Meeting in Colorado Springs, CO
October 12	Louisiana Gubernatorial Primary
November 16	Louisiana Gubernatorial General Election
November 11	API Annual Meeting (includes an Upstream Committee meeting) in Tucson, AZ

Andy Knapp

BP America Inc. | Senior Director, Regulatory Advocacy & Policy, Upstream and Other Businesses

office: [REDACTED] | e-mail: [REDACTED]@bp.com