UNITED STATES GOVERNMENT MEMORANDUM

September 17, 2003

To:

Public Information (MS 5034)

From:

Plan Coordinator, FO, Plans Section (MS

5231)

Subject: Public Information copy of plan

Control # -

N-07886

Type

Initial Exploration Plan _

Lease(s)

OCS-G24911 Block - 278 Eugene Island Area

Operator -

Cabot Oil & Gas Corporation

Description -

Wells A and B

Rig Type -

JACKUP

Attached is a copy of the subject plan.

It has been deemed submitted as of this date and is under review for approval.

Karen Dunlap

Plan Coordinator

Site Type/Name Botm Lse/Area/Blk Surface Location

Surf Lse/Area/Blk

WELL/A WELL/B

G24911/EI/278 1000 FNL, 6325 FWL

G24911/EI/278 5700 FSL, 2175 FEL

G24911/EI/278 G24911/EI/278

SECTION F Oil Spill Response and Chemical Information

A. Regional Oil Spill Response Plan (OSRP) Information

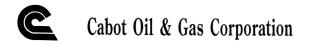
Effective June 2, 2002, Minerals Management Service approved Cabot Oil & Gas Corporation's (Cabot's) Regional Oil Spill Response Plan (OSRP). The most recent modification, dated July 3, 2003 revised Cabot's OSRP to include a development Worse Case Discharge (WCD) greater than 10 miles from the nearest shoreline. Cabot Oil & Gas Corporation is the only entity covered under this OSRP. Activities proposed in this Initial Exploration Plan will be covered by the Regional OSRP.

B. Oil Spill Removal Organizations (OSRO)

Cabot utilizes Clean Gulf Associates (CGA) as its primary provider for equipment, which is an industry cooperative owning an inventory of oil spill clean-up equipment. CGA is supported by the Marine Spill Response Corporation's (MSRC), which is responsible for storing, inspecting, maintaining and dispatching CGA's equipment. The MSRC STARS network provides for the closest available personnel, as well as an MSRC supervisor to operate the equipment.

C. Worst-Case Scenario Comparison (WCD)

Category	Current Regional OSRP WCD	Proposed Exploration Plan WCD		
Category	Regional OSKI WCD	,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,		
Type of Activity	Exploratory	Drilling/Completion/Testing		
Facility Surface Location	ET-277 East Cameron Block 113	Eugene Island Block 278		
Facility Description	MODU	Jack-Up Rig		
Distance to Nearest Shoreline (Miles)	31 55	55		
Volume:				
Storage Tanks (total)				
Facility Piping (total)				
Lease Term Pipeline				
Uncontrolled Blowout (day)	1070			
Potential 24 Hour Volume	1050	400		
(Bbls.)				
Type of Liquid Hydrocarbon	Condensate	Condensate		
API Gravity	50°	45°		



September 2, 2003

U.S. Department of the Interior Minerals Management Service 1201 Elmwood Park Boulevard New Orleans, Louisiana 70123-2394

Attention:

Mr. Nick Wetzel

Plans Unit

RE:

Initial Exploration Plan for Lease OCS-G 24911, Eugene Island Block 278, OCS Federal

Waters, Gulf of Mexico, Offshore, Louisiana

Gentlemen:

In accordance with the provisions of Title 30 CFR 250.203 and that certain Notice to Lessees (NTL 2003-G17), Cabot Oil & Gas Corporation (Cabot) hereby submits for your review and approval nine (9) copies of an Initial Exploration Plan (Plan) for Lease OCS-G 24911, Eugene Island Block 278, Offshore, Louisiana. Five (5) copies are "Proprietary Information", and four (4) copies are "Public Information".

Excluded from the Public Information copies are certain geologic and geophysical discussions and attachments.

Contingent upon receiving regulatory approvals and based on equipment and personnel availability, Cabot anticipates operations under this Plan commencing as early as October 15, 2003.

Should additional information be required, please contact the undersigned, or our regulatory consultant, R.E.M. Solutions, Inc., Attention: Christine Groth at 281.492.8562.

Sincerely,

CABOT OIL & GAS CORPORATION

Kimberly A. Dillard

Regulatory Supervisor

Public Information

KAD:CAG Attachments

CABOT OIL & GAS CORPORATION

1200 Enclave Parkway Houston, Texas 77077

Kim Dillard kim.dillard@cabotog.com

INITIAL EXPLORATION PLAN

LEASE OCS-G 24911
EUGENE ISLAND BLOCK 278

PREPARED BY:

Christine Groth

R.E.M. Solutions, Inc.

17171 Park Row, Suite 390

Houston, Texas 77084

281.492.8562 (Phone)

281.492.6117 (Fax)

christine@remsolutionsinc.com

DATED:

September 2, 2003

SECTION A PLAN CONTENTS

A. <u>Description</u>, Objectives and Schedule

Lease OCS-G 24911, Eugene Island Block 278 was acquired by Cabot Oil & Gas Corporation and Palace Exploration Company at the Central Gulf of Mexico Lease Sale No. 185 held on March 19, 2003. The lease was issued with an effective date of May 1, 2003 and a primary term ending date of April 30, 2008.

The current lease operatorship and ownership are as follows:

Area/Block	Operator	Ownership	
Lease No.			
Eugene Island Block 278	Cabot Oil & Gas Corporation	Cabot Oil & Gas Corporation	
	-	Palace Exploration Company	

Cabot proposes to drill, complete and potentially test and install minimal well protector structures over Well Locations A and B in Eugene Island Block 278. Information pertaining to the geological targets, including a narrative of trapping features, is included as *Attachment A-1*.

Cabot proposes to conduct these operations as outlined in the following activity schedule:

Proposed Activity	Start Up Date	Completion Date
Drill Well Location A	10/15/2003	12/15/2003
Complete Well Location A	12/16/2003	12/29/2003
Test Well Location A	12/30/2003	12/31/2003
Install Well Protector Structure A	01/01/2004	01/05/2004
Drill Well Location B	01/06/2004	03/07/2004
Complete Well Location B	03/08/2004	03/21/2004
Test Well Location B	03/22/2004	03/23/2004
Install Well Protector Structure B	03/24/2004	03/28/2004

B. Location

Included as *Attachments A-2 through A-4* are Form MMS-137 "OCS Plan Information Form", Well Location Plats and the Bathymetry Map detailing the proposed well surface location disturbance areas.

Cabot proposes to utilize a typical jack-up drilling rig; therefore, no anchors will be used.

SECTION A Contents of Plan - Continued

C. Drilling Unit

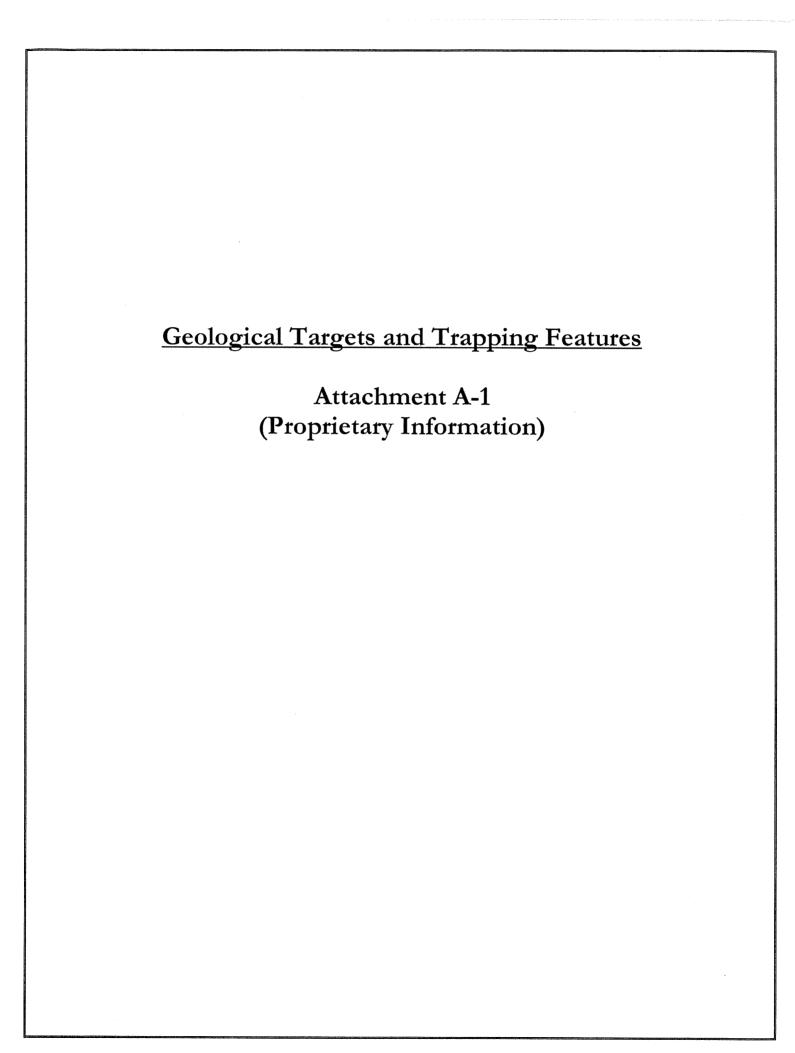
Cabot will utilize a typical jack-up drilling rig for the proposed drilling, completion and potential testing operations provided for in this Plan. Actual rig specifications will be included with the Applications for Permit to Drill.

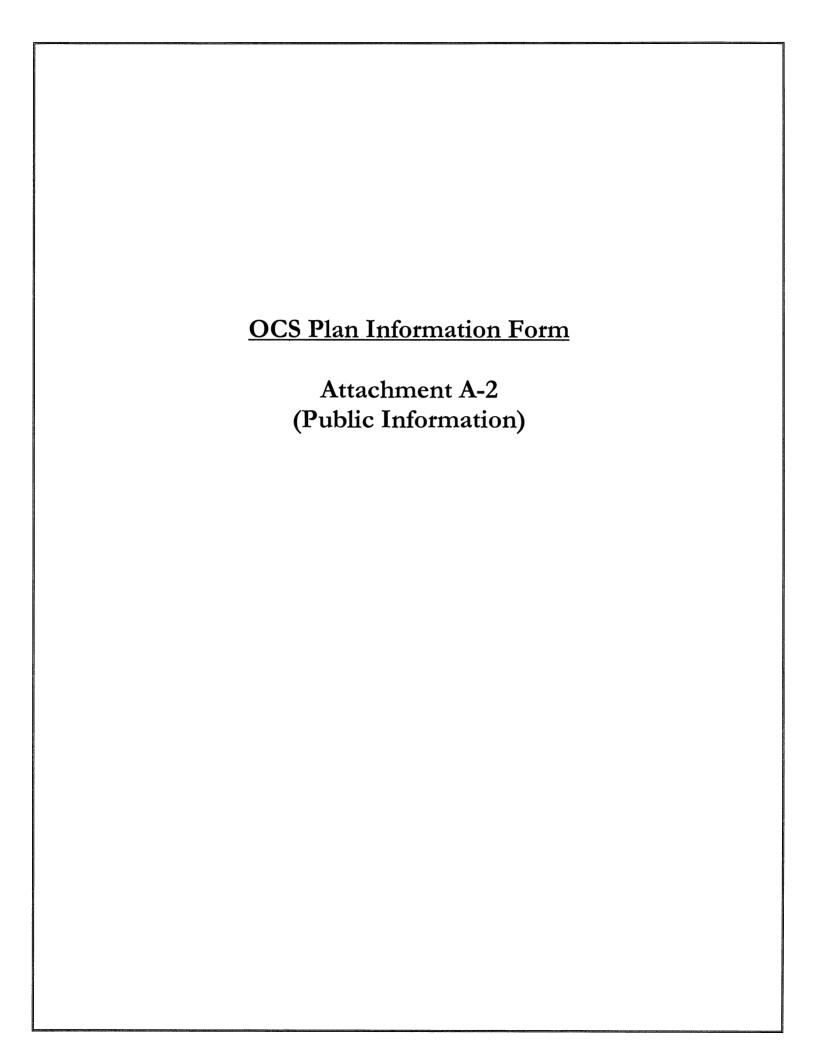
Safety of personnel and protection of the environment during the proposed operations is of primary concern with Cabot, and mandates regulatory compliance with the contractors and vendors associated with the proposed operations as follows:

Minerals Management Service regulations contained in Title 30 CFR Part 250, Subparts C, D, E, G and O mandate the operations comply with well control, pollution prevention, construction and welding procedures as described in Title 30 CFR Part 250, Subparts C, D, E, G and O; and as further clarified by MMS Notices to Lessees.

Minerals Management Service conducts periodic announced and unannounced onsite inspections of offshore facilities to confirm operators are complying with lease stipulations, operating regulations, approved plans, and other conditions; as well as to assure safety and pollution prevention requirements are being met. The National Potential Incident of Noncompliance (PINC) List serves as the baseline for these inspections.

- U. S. Coast Guard regulations contained in Title 33 CFR mandate the appropriate life rafts, life jackets, ring buoys, etc., be maintained on the facility at all times.
- U. S. Environmental Protection Agency regulations contained in the NPDES General Permit GMG290000 mandate that supervisory and certain designated personnel on-board the facility be familiar with the effluent limitations and guidelines for overboard discharges into the receiving waters.



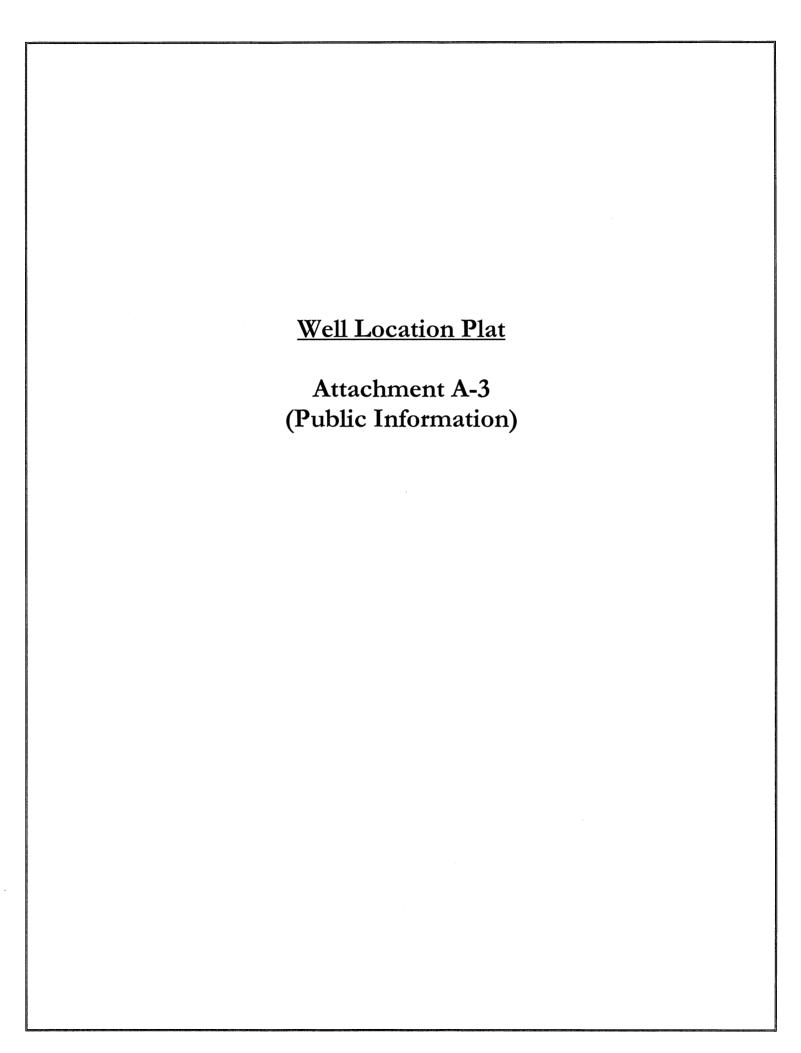


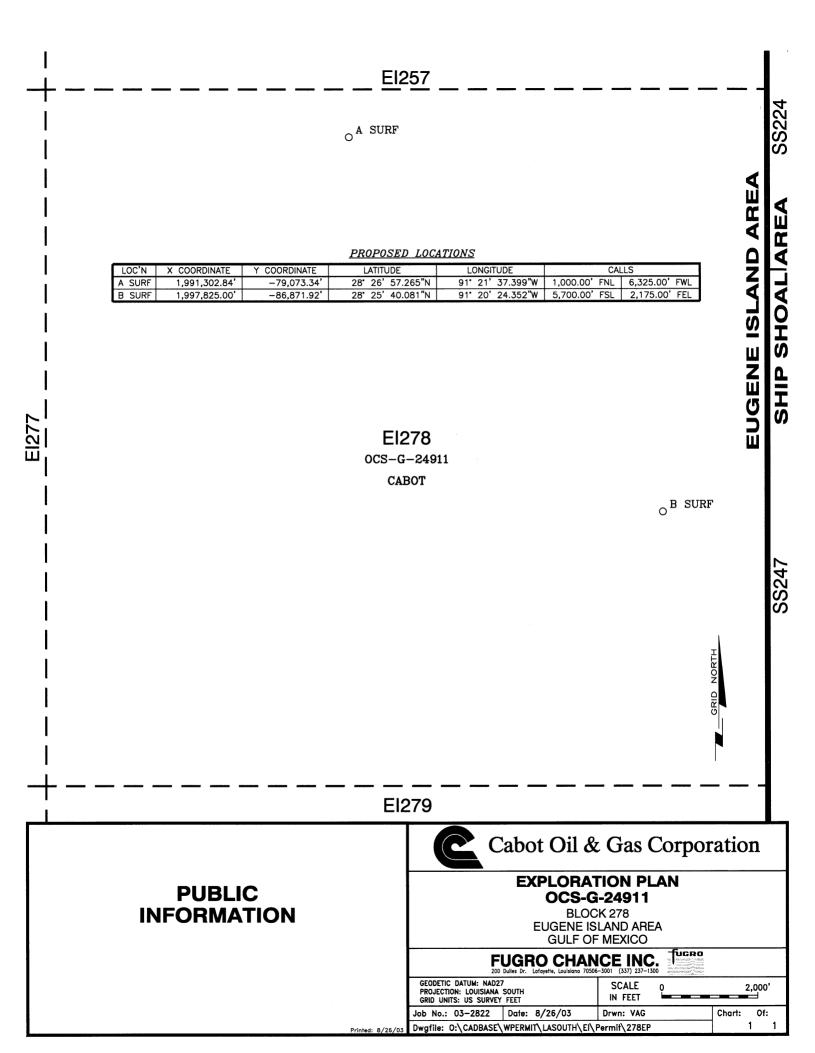
OCS PLAN INFORMATION FORM (USE SEPARATE FORM FOR EACH LEASE)

EXPLORATION PLAN	x	DEVELOPMENT OPERATIONS COORDINATION DOCUMENT DEVELOPMENT & PRODUCTION PLAN						DEVELOPMENT & PRODUCTION PLAN	
OPERATOR: Cabot Oil & Gas Corporation					ADDRESS: 1200 Enclave Parkway, Houston, Texas 77077				
MMS OPERATOR NO.: 01355									
CONTACT PERSON: Christine Groth at R.E.M. Solutions, Inc.				PHONE NO. 281.492.8562					
PROPOSED START DATE: 10/15/2003 RIG TYPE: JU			DISTANCE TO CLOSEST LAND (IN MILES): 55						
NEW OR UNUSUAL TECHNOLOGY YES NO X ONSH			HORE SUPPORT BASE: Morgan City, Louisiana						
NARRATIVE DESCRIPTION PROPOSED ACTIVITIES: Drill, complete, potentially test and install a well protector type structures over Well Locations A and B.									
						PR	OJE	CT NAME, IF APPLICABLE: NA	

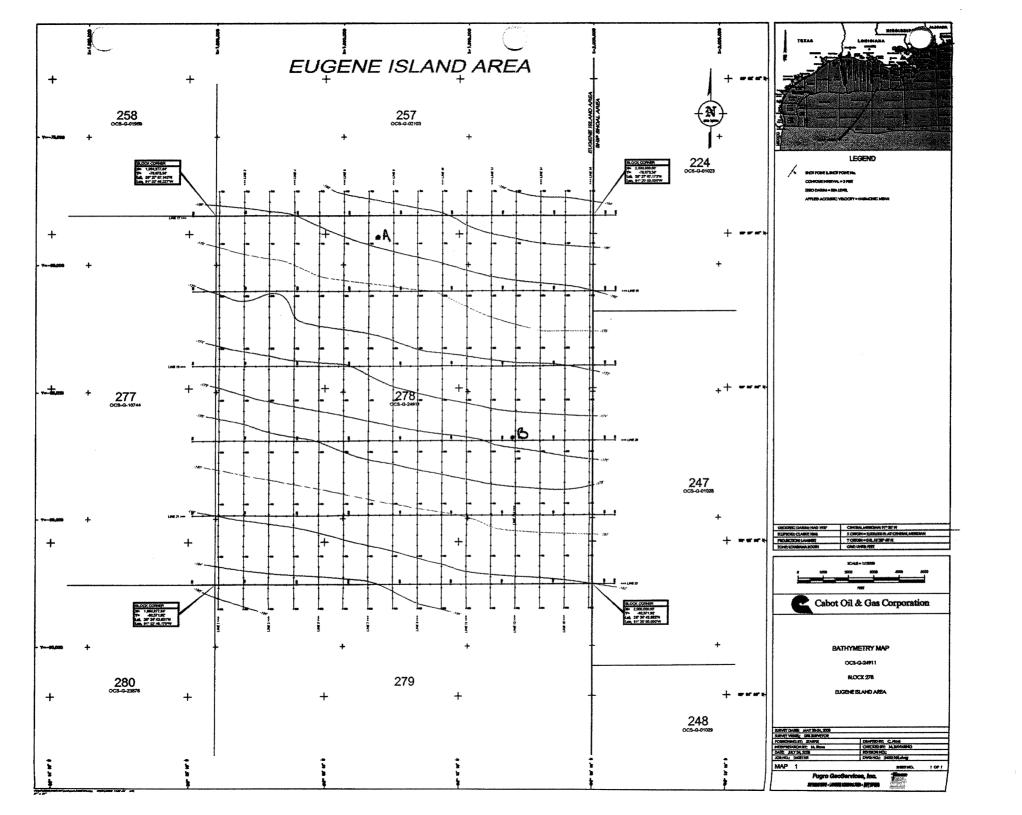
PROPOSED WELL/STRUCTURE LOCATIONS

WELL /	SURFACE LOCATION	I	BOTTOM-HOLE				
STRUCTURE			LOCATION (FOR WELLS)				
NAME							
	CALLS: 1000' F N L and 6325'	F W LOF	CALLS:				
Well A	LEASE OCS G 24911 , Eugene Isla	and AREA,	LEASE OCS G2	4911 , Eugene Island AREA,			
	BLOCK 278		BLOCK 278				
Name:	X: 1,991,302.84'		X:				
	Y: -79,073,34'		Y:				
	LAT: 28°26'57.265" N		LAT:				
	LONG: 91°21'37.399" W		LONG:				
	TVD (IN FEET):	MD (IN FEET):		WATER DEPTH (IN FEET): 167'			
	CALLS: 5700° F S L and 2175°	F E LOF	CALLS:				
Well B	LEASE OCS G 24911 , Eugene Isla	and AREA,	LEASE OCS G 2	4911 , Eugene Island AREA,			
	BLOCK 278		BLOCK 278				
Name:	X: 1,997,825.00'		X:				
	Y: -86,871.92'		Y:				
	LAT: 28°25'10.081" N		LAT:				
	LONG: 91°20'34.352" W		LONG:				
	TVD (IN FEET):	MD (IN FEET):		WATER DEPTH (IN FEET): 175'			





Bathymetry Map Attachment A-4 (Public Information)



SECTION B General Information

A. Contact

Questions or requests for additional information should be made to Cabot's authorized representative for this project:

Christine Groth
R.E.M. Solutions, Inc.
17171 Park Row, Suite 390
Houston, Texas 77084
281.492.8562 (Phone)
281.492.6117 (Fax)
christine@remsolutionsinc.com

B. Prospect Name

Cabot does not typically provide prospect names for their exploratory activites.

C. New or Unusual Technology

Cabot does not propose using any new and/or unusual technology for the operations proposed in this Plan.

D. Bonding Information

In accordance with Title 30 CFR Part 256, Subpart I, Cabot elected and has on file with the Minerals Management Service Gulf of Mexico Regional Office a \$3,000,000 Areawide Development Bond.

As deemed warranted, Minerals Management Service will contact the designated operator in the event a supplemental bond is required for the proposed operations, as outlined in Notice to Lessees (NTL) 2003-N06 to cover plugging liability of the wellbores, removal of associated well protector structures and site clearance.

Cabot is aware that such bonding may be imposed, and will submit accordingly upon notification from the Minerals Management Service.

E. Onshore Base and Support Vessels

The proposed surface disturbances in Eugene Island Block 278 will be located approximately 55 miles from the nearest Louisiana shoreline, and approximately 70 miles from the onshore support base to be located in Morgan City, Louisiana.

SECTION B General Information - Continued

Cabot will use an existing onshore base to accomplish the following routine operations:

- Loading/Offloading point for equipment supporting the offshore operations,
- Dispatching personnel and equipment, and does not anticipate the need for any expansion of the selected facilities as a result of the activities proposed in this Plan,
- Temporary storage for materials and equipment
- 24-Hour Dispatcher

Personnel involved in the proposed operations will typically use their own vehicles as transportation to and from the selected onshore base; whereas the selected vendors will transport the equipment by a combination of trucks, boats and/or helicopters to the onshore base. The personnel and equipment will then be transported to the drilling rig via the transportation methods and frequencies shown below, taking the most direct route feasible as mandated by weather and traffic conditions:

Support Vessel	Drilling and Completion Trips Per Week
Crew Boat	5
Supply Boat	3
Helicopter	2

The proposed operations are temporary in nature and do not require any immediate action to acquire additional land, expand existing base facilities.

A Vicinity Plat showing the surface location in Eugene Island Block 278 relative to the shoreline and onshore base is included as *Attachment B-1*.

F. Lease Stipulations

Under the Outer Continental Shelf Lands Act, the Minerals Management Service is charged with the responsibility of managing and regulating the exploration and development on the OCS.

As part of the regulatory process, an Environmental Impact Statement (EIS) is prepared for each lease sale, at which time mitigation measures are addressed in the form of lease stipulations, which then become part of the oil and gas lease terms and are therefore enforceable as part of that lease.

SECTION B General Information - Continued

As part of this process, the designated operator proposing to conduct related exploratory and development activities, must review the applicable lease stipulations, as well as other special conditions, which may be imposed by the Minerals Management Service, and other governing agencies.

Lease OCS-G 24911, Eugene Island Block 278 is subject to the following stipulations and conditions:

Military Warning Area

The hold and save harmless section of the Military Areas Stipulation serves to protect the U.S. Government from liability in the event of an accident involving the designated oil and gas lease operator and military activities.

The electromagnetic emissions section of the stipulation requires the operator and its agents to reduce and curtail the use of radio or other equipment emitting electromagnetic energy within some areas.

This serves to reduce the impact of oil and gas activity on the communications of military missions and reduces the possible effects of electromagnetic energy transmissions on missile testing, tracking, and detonation.

The operational section requires notification to the military of oil and gas activity to take place within a military use area. This allows the base commander to plan military missions and maneuvers that may avoid the areas where oil and gas activities are taking place or to schedule around these activities. Prior notification helps reduce the potential impacts associated with vessels and helicopters traveling unannounced through areas where military activities are underway.

The Military Areas Stipulation reduces potential impacts, particularly in regards to safety, but does not reduce or eliminate the actual physical presence of oil and gas operations in areas where military operations are conducted.

The reduction in potential impacts resulting from this stipulation makes multiple-use conflicts most unlikely. Without the stipulation, some potential conflict is likely. The best indicator of the overall effectiveness of the stipulation may be that there has never been an accident involving a conflict between military operations and oil and gas activities.

SECTION B General Information - Continued

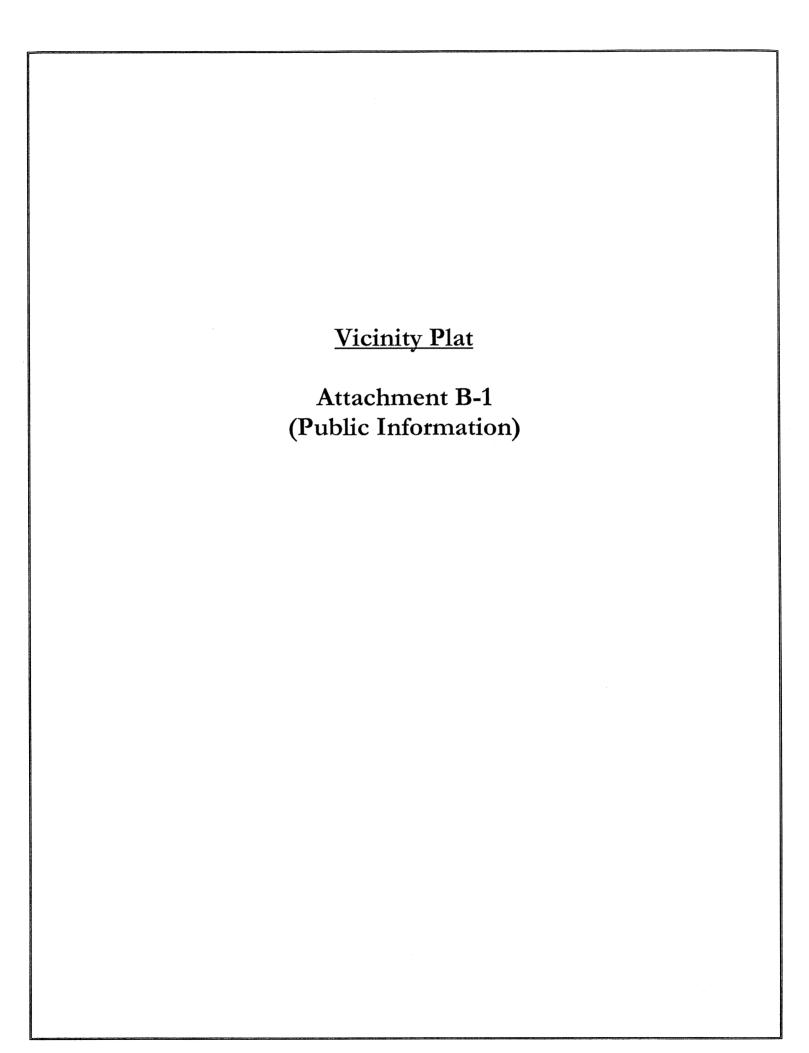
The proposed surface disturbances in Eugene Island Block 278 are located within Military Warning Area W-59A. Therefore, in accordance with the requirements of the referenced stipulation, Cabot will contact the Naval Air Station in order to coordinate and control the electromagnetic emissions during the proposed operations.

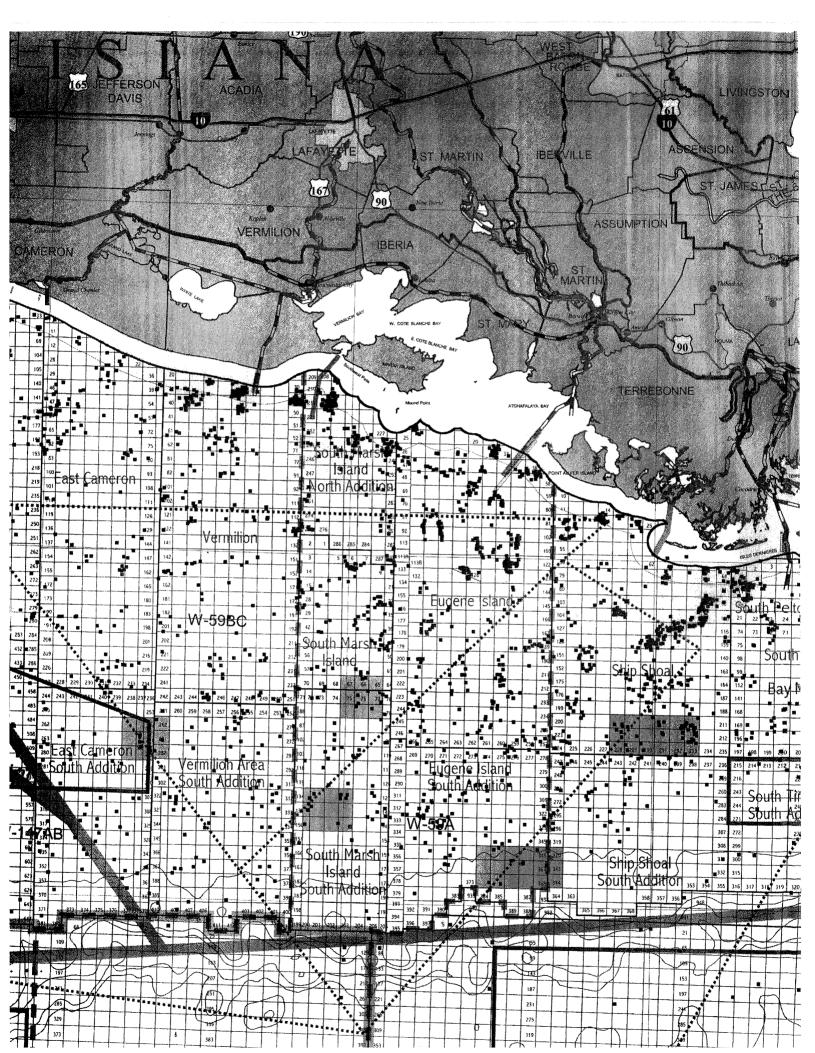
Marine Protected Species

Lease Stipulation No. 5 is to reference measures to minimize or avoid potential adverse impacts to protected species (sea turtles, marine mammals, gulf sturgeon, and other federally protected species). MMS has issued Notice to Lessees NTL 2003-G08 "Implementation of Seismic Mitigation Measures", NTL 2003-G10 "Vessel Strike Avoidance and Injured/Dead Protected Species Reporting" and NTL 2003-G11 "Marine Trash and Debris Awareness and Elimination".

Special Conditions

The proposed surface disturbance activities in Eugene Island Block 278 will not be affected by any special conditions and/or multiple uses, such as designated shipping/anchorage areas, lightering zones, rigs-to-reef zone, ordnance disposal zones.





SECTION C Geological, Geophysical & H2S Information

A. Structure Contour Maps

Included as *Attachment C-1* is a current structure map (depth base and expressed in feet subsea) depicting the entire lease coverage area; drawn on the top of each prospective hydrocarbon sand. The map depicts each proposed bottom hole location and applicable geological cross section.

B. Interpreted Deep Seismic Lines

Included as Attachment C-2 (original copy only) are copies of the migrated and annotated (shot point, time lines, well paths) deep seismic lines within 500 feet of each surface location.

C. Geological Structure Cross Sections

Interpreted geological cross sections depicting the proposed well locations and depth of the proposed wells is included as *Attachment C-3*. Such cross sections correspond to each seismic line being submitted.

D. Shallow Hazards Report

Fugro GeoSolutions, Inc. conducted a high resolution geophysical survey in Eugene Island Block 278 during May 2003 on behalf of Cabot Oil & Gas Corporation. The purpose of the survey was to evaluate geologic conditions and inspect for potential hazards or constraints to lease development.

Three (3) copies of these reports are being submitted to the Minerals Management Service under separate cover.

E. Shallow Hazards Assessment

A shallow hazards analysis has been prepared for the proposed surface locations, evaluating seafloor and subsurface geologic and manmade features and conditions, and is included as *Attachment C-4*.

F. <u>High Resolution Seismic Lines</u>

Included as *Attachment C-5* (original copy only) are copies of the annotated high resolution survey data lines for each surface location disturbance proposed in this Plan.

SECTION C Geological, Geophysical & H2S Information-Continued

G. Stratigraphic Column

A generalized biostratigraphic/lithostratigraphic column from the seafloor to the total depth of the proposed wells is included as *Attachment C-6*.

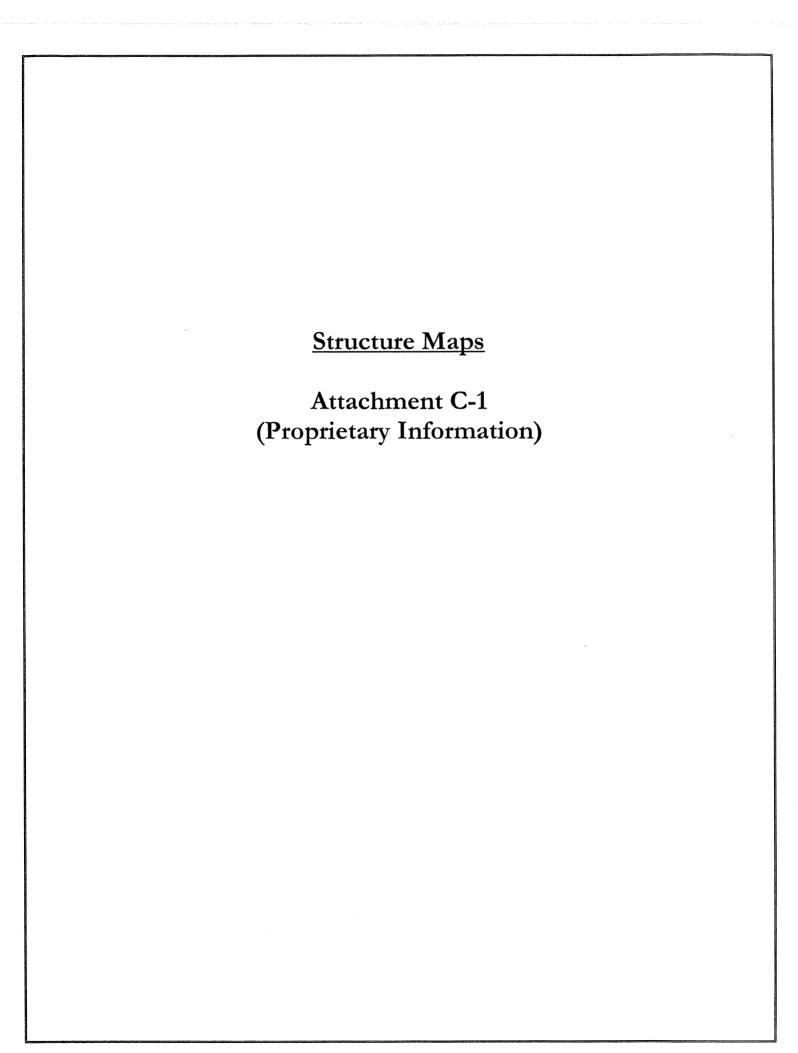
H. Time Vs. Depth Tables

A time versus depth table is included as Attachment C-7.

I. Hydrogen Sulfide Classification

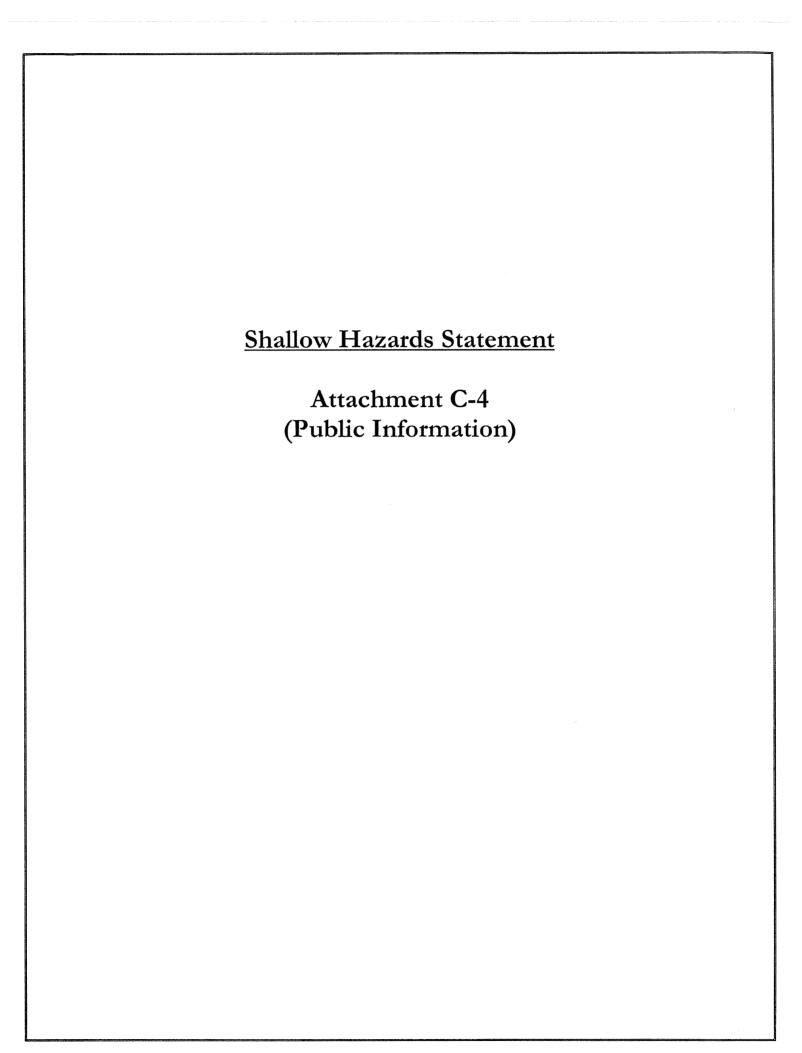
In accordance with Title 30 CFR 250.417, Cabot requests that Eugene Island Block 278 be classified by the Minerals Management Service as an area where the absence of hydrogen sulfide has been confirmed based on the following well which was drilled to the stratigraphic equivalent of the wells proposed in this Plan:

Lease	Area/Block	Well No.		
G 21657	SS 225	K001		



Deep Seismic Lines Attachment C-2 (Proprietary Information) Original Copy Only

Cross Section Maps Attachment C-3 (Proprietary Information)



FUGRO GEOSERVICES, INC.



August 28, 2003

200 Dulles Drive Lafayette, LA 70506 Main: 337-237-2636 Fax: 337-268-3221

Cabot Oil & Gas Corporation 1200 Enclave Parkway Houston, TX 77077-1607

Attention: Mr. Greg Aggon

Re: Exploration Plan – Site Clearance Letter

Proposed "A" Well Surface Location

Block 278, Eugene Island Area (OCS-G-24911)

Job No. 2403-1248

Fugro GeoServices, Inc. was contracted by Cabot Oil & Gas Corporation to assess seafloor and subbottom conditions at the proposed "A" Well Surface Location in Block 278, Eugene Island Area. The survey area lies within the Louisiana South coordinate system. This letter is intended to address specific seafloor and subbottom conditions within 1,000 feet of the location. The proposed surface location has been projected on the Bathymetry Map and Archeological and Hazard Map from the original 2003 report.

Introduction

NTL-98-20 and NTL-2002-G01 stipulate that analysis of potential cultural resources and hazards for Exploration Plans (EP's) may be made from available geophysical and geological data. The proposed surface location is located within coverage provided by a July 2003 high-resolution survey by Fugro GeoServices Archeological and Hazard Report.

The survey was acquired aboard the *M/V Seis Surveyor* during May 23-24, 2003. Sea conditions during data acquisition were moderate with winds up to 20 knots and seas from 2 to 3 feet. The quality of the collected geophysical data was good, and the data were adequate for interpretation. Horizontal positioning of the survey vessel was accomplished with the FUGRO STARFIX® Differential Global Positioning System, which has a field accuracy of ±3 meters. The survey grid consisted of 16 north-south primary tracklines (Lines 1-16) spaced 300 meters (~1,000 feet) apart and 6 east-west tielines (Lines 17-22) spaced 900 meters (~2,953 feet) apart. To ensure record quality a portion of the Trackline 13 was rerun and designated with a letter suffix. Therefore, Line 13A represents the rerun of Line 13. All geophysical systems were run on all lines unless noted in the job log as a rerun of a specific system. Each navigation fix is 12.5 meters (41 feet) apart and every tenth fix (125 meters or 410 feet) is shown on the study maps. The survey grid was designed to provide complete coverage of the seafloor with the sonar and a representative sampling with all other systems. On July 24 and 25, 2003 the *M/V Universal Surveyor* collected magnetometer data across the project area. Sea conditions during data acquisition were good with calm winds and seas from 1 to 3 feet. The final report was prepared in July of 2003 by Michael Blaes, Project Geologist and Laura A. Landry, Consulting Marine Archeologist.

All aspects of the survey and this Exploration Plan follow current Minerals Management Service Guidelines. The following hazard and cultural resources analysis was determined from the prior interpretations and related maps, tables, and figures. The original geophysical field data was also reviewed. Cabot Oil & Gas Corporation proposes to drill the "A" Well Surface Location within the survey limits of Block 278, Eugene Island Area at the following site:





1,000.00' FNL, 6,325.00' FWL X = 1,991,302.84', Y = -79,073.34'

Latitude: 28° 26' 57.265"N, Longitude: 91° 21' 37.399"W

Geological Interpretation

- ♦ Harmonic mean velocities were calculated from the velocimeter readings acquired during the survey and were applied to each datum in order to convert record time to feet below sea level. The water depth at the proposed location is 167 feet below sealevel.
- ♦ Side scan sonar data displayed a smooth seafloor of light reflectivity across the survey area that slopes to the south-southeast at a gradient of approximately 6 feet per mile or 0.07°.
- Seafloor or subbottom sediment cores were not obtained in conjunction with this survey. Statements concerning descriptions and properties of seafloor and subbottom sediments in this report are based upon regional studies and sediment samples or borings collected in nearby leases. Seafloor sediments across the area are reported to consist of silty clay (Minerals Management Service, Visual No. 3, 1983).
- ♦ A buried channel system is buried from 107 to 130 feet below the seafloor at the proposed well site. The well location is totally within the horizontal limits of the buried channel and should not encounter significant difficulties due to differential seafloor compaction. Problems may occur if a site is selected such that one or more legs of a structure straddle the channel boundaries.
- ♦ There were no unidentified magnetic anomalies within 1,000 feet of the proposed surface location.
- ♦ There were no side scan sonar contacts noted within 1,000 feet of the proposed surface location.
- ◆ The analog 2D air gun profiles exhibited up to 0.7 seconds two-way time of interpretable subsurface penetration. Seismic amplitude anomalies (possible "bright spots") were not seen on the analog air gun profiles. Processed air gun records collected in the vicinity of all proposed well locations should be interpreted for evidence of potential subbottom hazards to drilling.
- ♦ No faulting was noted within 1,000 feet of the well site.
- ♦ An Apache 3-Inch Pipeline lies 400-feet northwest of the proposed location.

Archeological Assessment

- ♦ Block 278 is in an area of high probability for prehistoric cultural resources (U.S. Department of the Interior, Mineral Management Service [USDI MMS] 2002; Coastal Environments, Inc. [CEI], 1977). The probability for shipwrecks in this area is considered to be low; preservation of a wreck would be moderate to good (Garrison, Giammona, Kelly, Tripp, and Wolff 1989; Pearson, et al. 1989). Reference to lists and charts published by the U.S. Department of Transportation Coast Guard (1984 to Present), the National Ocean Service (1990, 1994, 2002), Berman (1972), the cultural resource baseline studies by CEI (1977) and Garrison, et al. (1989a), as well as files maintained by the USDI MMS and FUGRO CHANCE, indicates that one shipwreck has been reported in Block 278. The USCG files list the reported sinking of the F/V Little David in 1982 at 91° 21' West and 28° 27' North. The case remains open. Other vessels have been reported in Block 276 to the west in the MMS 1989 database. No evidence for the F/V Little David or any other shipwreck was recorded in the high-resolution data set from Eugene Island Block 278.
- Pinger profiles recorded prominent reflectors and erosional unconformities at depths of 65 to 83 feet BML and at 107 to 130 feet BML. The margins of buried fluvial channels downcut from each of these reflectors. The Holocene/Pleistocene unconformity, which marks the top of the Prairie Terrace, has been downwarped by Holocene deltaic deposits and is reported at depths of 70 to 80 feet below the seafloor in this area (McClelland Engineers, Inc. 1979). Sea level curves proposed by CEI (1982, 1986) suggest that first generation channels represent mid Wisconsin channels active





before 17,000 years BP. The second-generation fluvial channels noted in the pinger profiles were probably cut during the late Pleistocene, more than 10,000 years BP. The margins of these channels appear to have been eroded by the marine transgression, and the second-generation relict features were subsequently buried by basal transgressive sediments deposited in an open shelf environment during the early Holocene (Frazier 1967, 1974). The upper margins of the Late Pleistocene second-generation channels recorded in the pinger profiles would have represented high probability areas for prehistoric archeological sites. However, in situ archeological deposits present in those areas are unlikely to have survived the erosion of marine transgression. No high probability areas for prehistoric archeological sites are recorded in association with either generation of channels in the data set. No adverse impact to prehistoric archeological sites is anticipated by the proposed drilling activity.

- ♦ No unidentified targets, anomalous scours, or depressions that could be interpreted as possible shipwreck remains were observed in the side scan sonar data set. The unidentified anomalies are clustered around the removed "F" structure site or appear to be randomly scattered across the area. None are associated with bottom features or evidence signatures suggestive of buried shipwreck remains. It is not improbable that they represent modern debris.
- ♦ It is possible that small features representing high probability areas for prehistoric archeological sites and historic shipwreck materials may not be detected by the geophysical instruments or may not be detected during interpretation of the data. If evidence of prehistoric or historic cultural remains is encountered during subsequent work, all activity in that area should be halted, and an avoidance zone for further work in that area should be established. The archeologists at the U.S. Department of the Interior Minerals Management Service in New Orleans should be notified immediately to ascertain the possible cultural significance of the feature encountered.

Conclusions

Based on the previous interpretation, the proposed "A" surface location is clear of any significant cultural resources, debris or obstacles to drilling activities. Caution should be excised when working within the vicinity of the Apache 3-Inch Pipeline. For additional information, please refer to the 2003 Report.

Thank you, and please call if you have any questions or need additional information.

Sincerely, Levald Marchall

 $\sqrt{\Delta}$

Gerald Marshall Senior Geologist

Consulting Marine Archeologist

A. Landry

FUGRO GEOSERVICES, INC.



August 28, 2003

200 Dulles Drive Lafavette, LA 70506 Main: 337-237-2636 Fax: 337-268-3221

Cabot Oil & Gas Corporation 1200 Enclave Parkway Houston, TX 77077-1607

Attention: Mr. Greg Aggon

Re:

Exploration Plan – Site Clearance Letter

Proposed "B" Well Surface Location

Block 278, Eugene Island Area (OCS-G-24911)

Job No. 2403-1248

Fugro GeoServices, Inc. was contracted by Cabot Oil & Gas Corporation to assess seafloor and subbottom conditions at the proposed "B" Well Surface Location in Block 278, Eugene Island Area. The survey area lies within the Louisiana South coordinate system. This letter is intended to address specific seafloor and subbottom conditions within 1,000 feet of the location. The proposed surface location has been projected on the Bathymetry Map and Archeological and Hazard Map from the original 2003 report.

Introduction

NTL-98-20 and NTL-2002-G01 stipulate that analysis of potential cultural resources and hazards for Exploration Plans (EP's) may be made from available geophysical and geological data. The proposed surface location is located within coverage provided by a July 2003 high-resolution survey by Fugro GeoServices Archeological and Hazard Report.

The survey was acquired aboard the M/V Seis Surveyor during May 23-24, 2003. Sea conditions during data acquisition were moderate with winds up to 20 knots and seas from 2 to 3 feet. The quality of the collected geophysical data was good, and the data were adequate for interpretation. Horizontal positioning of the survey vessel was accomplished with the FUGRO STARFIX® Differential Global Positioning System, which has a field accuracy of ±3 meters. The survey grid consisted of 16 northsouth primary tracklines (Lines 1-16) spaced 300 meters (~1,000 feet) apart and 6 east-west tielines (Lines 17-22) spaced 900 meters (~2,953 feet) apart. To ensure record quality a portion of the Trackline 13 was rerun and designated with a letter suffix. Therefore, Line 13A represents the rerun of Line 13. All geophysical systems were run on all lines unless noted in the job log as a rerun of a specific system. Each navigation fix is 12.5 meters (41 feet) apart and every tenth fix (125 meters or 410 feet) is shown on the study maps. The survey grid was designed to provide complete coverage of the seafloor with the sonar and a representative sampling with all other systems. On July 24 and 25, 2003 the M/V Universal Surveyor collected magnetometer data across the project area. Sea conditions during data acquisition were good with calm winds and seas from 1 to 3 feet. The final report was prepared in July of 2003 by Michael Blaes, Project Geologist and Laura A. Landry, Consulting Marine Archeologist.

All aspects of the survey and this Exploration Plan follow current Minerals Management Service Guidelines. The following hazard and cultural resources analysis was determined from the prior interpretations and related maps, tables, and figures. The original geophysical field data was also reviewed. Cabot Oil & Gas Corporation proposes to drill the "B" Well Surface Location within the survey limits of Block 278, Eugene Island Area at the following site:





5,700.00' FSL, 2,175.00' FEL X = 1,997,825.00', Y = -86,871.92' Latitude: 28° 25' 40.081"N, Longitude: 91° 20' 24.352"W

Geological Interpretation

- ♦ Harmonic mean velocities were calculated from the velocimeter readings acquired during the survey and were applied to each datum in order to convert record time to feet below sea level. The water depth at the proposed location is 175 feet below sealevel.
- ♦ Side scan sonar data displayed a smooth seafloor of light reflectivity across the survey area that slopes to the south-southeast at a gradient of approximately 6 feet per mile or 0.07°.
- Seafloor or subbottom sediment cores were not obtained in conjunction with this survey. Statements concerning descriptions and properties of seafloor and subbottom sediments in this report are based upon regional studies and sediment samples or borings collected in nearby leases. Seafloor sediments across the area are reported to consist of silty clay (Minerals Management Service, Visual No. 3, 1983).
- ♦ A channel system buried from 65 to 83 feet below the seafloor is 350-feet northwest of the proposed location. Problems could occur if a site were selected such that one or more legs of a structure straddle the channel boundaries.
- There were no unidentified magnetic anomalies within 1,000 feet of the proposed surface location.
- ♦ There were no side scan sonar contacts noted within 1,000 feet of the proposed surface location.
- ◆ The analog 2D air gun profiles exhibited up to 0.7 seconds two-way time of interpretable subsurface penetration. Seismic amplitude anomalies (possible "bright spots") were not seen on the analog air gun profiles. Processed air gun records collected in the vicinity of all proposed well locations should be interpreted for evidence of potential subbottom hazards to drilling.
- No faulting was noted within 1,000 feet of the well site.
- ♦ An Dominion 16-Inch Pipeline lies 1,500-feet south-southwest of the proposed location.

Archeological Assessment

- ♦ Block 278 is in an area of high probability for prehistoric cultural resources (U.S. Department of the Interior, Mineral Management Service [USDI MMS] 2002; Coastal Environments, Inc. [CEI], 1977). The probability for shipwrecks in this area is considered to be low; preservation of a wreck would be moderate to good (Garrison, Giammona, Kelly, Tripp, and Wolff 1989; Pearson, et al. 1989). Reference to lists and charts published by the U.S. Department of Transportation Coast Guard (1984 to Present), the National Ocean Service (1990, 1994, 2002), Berman (1972), the cultural resource baseline studies by CEI (1977) and Garrison, et al. (1989a), as well as files maintained by the USDI MMS and FUGRO CHANCE, indicates that one shipwreck has been reported in Block 278. The USCG files list the reported sinking of the F/V Little David in 1982 at 91° 21' West and 28° 27' North. The case remains open. Other vessels have been reported in Block 276 to the west in the MMS 1989 data base. No evidence for the F/V Little David or any other shipwreck was recorded in the high resolution data set from Eugene Island Block 278.
- Pinger profiles recorded prominent reflectors and erosional unconformities at depths of 65 to 83 feet BML and at 107 to 130 feet BML. The margins of buried fluvial channels downcut from each of these reflectors. The Holocene/Pleistocene unconformity, which marks the top of the Prairie Terrace, has been downwarped by Holocene deltaic deposits and is reported at depths of 70 to 80 feet below the seafloor in this area (McClelland Engineers, Inc. 1979). Sea level curves proposed by CEI (1982, 1986) suggest that first generation channels represent mid Wisconsin channels active before 17,000 years BP. The second generation fluvial channels noted in the pinger profiles were





probably cut during the late Pleistocene, more than 10,000 years BP. The margins of these channels appear to have been eroded by the marine transgression, and the second generation relict features were subsequently buried by basal transgressive sediments deposited in an open shelf environment during the early Holocene (Frazier 1967, 1974). The upper margins of the Late Pleistocene second generation channels recorded in the pinger profiles would have represented high probability areas for prehistoric archeological sites. However, in situ archeological deposits present in those areas are unlikely to have survived the erosion of marine transgression. No high probability areas for prehistoric archeological sites are recorded in association with either generation of channels in the data set. No adverse impact to prehistoric archeological sites is anticipated by the proposed drilling program.

- No unidentified targets, anomalous scours, or depressions that could be interpreted as possible shipwreck remains were observed in the side scan sonar data set. The unidentified anomalies are clustered around the removed "F" structure site or appear to be randomly scattered across the area. None are associated with bottom features or evidence signatures suggestive of buried shipwreck remains. It is not improbable that they represent modern debris.
- ♦ It is possible that small features representing high probability areas for prehistoric archeological sites and historic shipwreck materials may not be detected by the geophysical instruments or may not be detected during interpretation of the data. If evidence of prehistoric or historic cultural remains is encountered during subsequent work, all activity in that area should be halted, and an avoidance zone for further work in that area should be established. The archeologists at the U.S. Department of the Interior Minerals Management Service in New Orleans should be notified immediately to ascertain the possible cultural significance of the feature encountered.

Conclusions

Based on the previous interpretation, the proposed "B" surface location is clear of any significant cultural resources, debris or obstacles to drilling activities. Caution should be excised when working within the vicinity of the Dominion 16-Inch Pipeline. For additional information, please refer to the 2003 Report.

Thank you, and please call if you have any questions or need additional information.

Sincerely,

Gerald Marshall

Senior Geologist

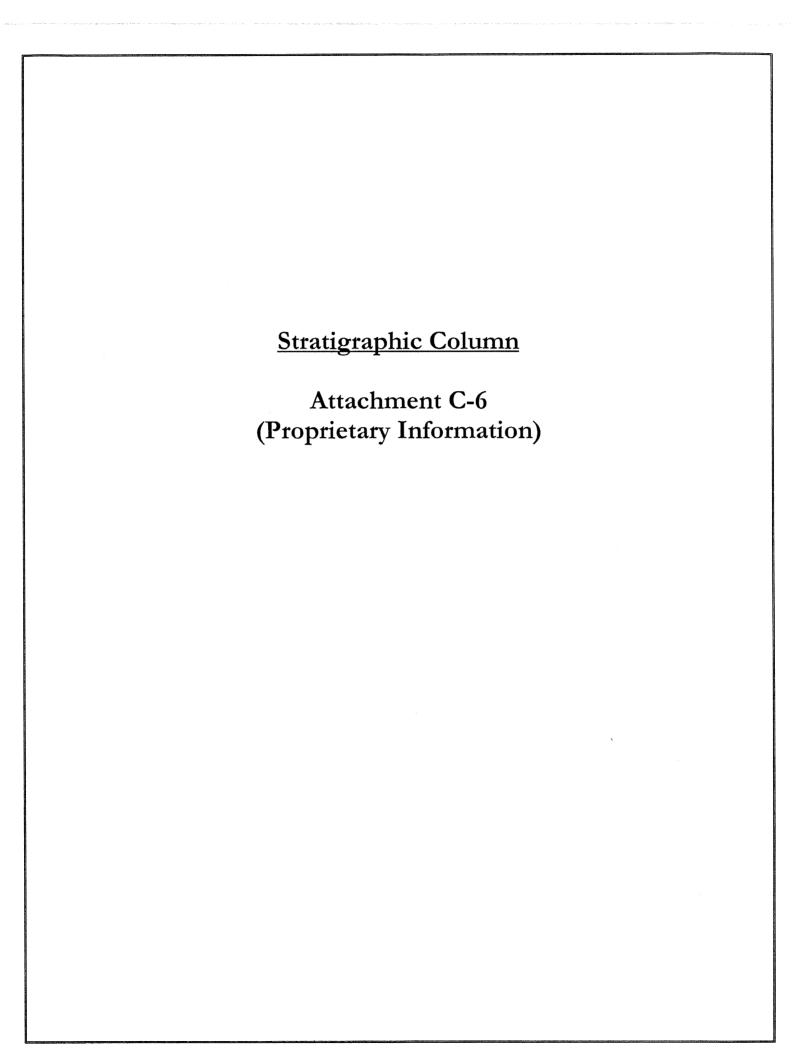
Laura A. Landry

Consulting Marine Archeologis

Served Marsfall



Shallow Hazards Lines Attachment C-5 (Proprietary Information) Original Copy Only



Time Vs. Depth Table Attachment C-7 (Proprietary Information)

SECTION D Biological and Physical Information

A. Chemosynthetic Information

The proposed seafloor disturbing activities are in water depths less than 400 meters (1312 feet); therefore, this section of the Plan is not applicable.

B. Topographic Features Information

MMS and the National Marine Fisheries Service (NMFS) have entered into a programmatic consultation agreement for Essential Fish Habitat that requires that no bottom disturbing activities, including anchors or cables from a semi-submersible drilling rig, may occur within 500 feet of the no-activity zone of a topographic feature. If such proposed bottom disturbing activities are within 500 feet of a no activity zone, the MMS is required to consult with the NMFS.

The activities proposed in this Plan are not affected by a topographic feature.

C. Live Bottom (Pinnacle Trend) Information

Certain leases are located in areas characterized by the existence of live bottoms. Live bottom areas are defined as seagrass communities; those areas that contain biological assemblages consisting of sessile invertebrates living upon and attached to naturally occurring hard or rocky formations with rough, broken, or smooth topography; and areas where the lithotope favors the accumulation of turtles, fishes, or other fauna. These leases contain a Live Bottom Stipulation to ensure that impacts from nearby oil and gas activities on these live bottom areas are mitigated to the greatest extent possible.

For each affected lease, the Live Bottom Stipulation requires that you prepare a live bottom survey report containing a bathymetry map prepared by using remote sensing techniques. This report must be submitted to the Gulf of Mexico OCS Region (GOMR) before you may conduct any drilling activities or install any structure, including lease term pipelines in accordance with NTL 99-G16.

Eugene Island Block 278 is not located within the vicinity of a proposed live bottom area.

D. Remotely Operated Vehicle (ROV Surveys)

Pursuant to NTL No. 2003-G03, operators my be required to conduct remote operated vehicle (ROV) surveys during pre-spudding and post-drilling operations for the purpose of biological and physical observations.

Eugene Island Block 278 is not located within an area where ROV Surveys are required.

SECTION D Biological and Physical Information - Continued

E. Archaeological Reports

In conjunction with this geophysical survey conducted by Fugro GeoSolutions, Inc., an archaeological survey and report was also prepared to comply with the requirements of NTL 2002-G01, as Eugene Island Block 278 is located within a high probability pre-historic area for potential archaeological resources. This requirement provides protection of prehistoric and historic archaeological resources by requiring remote sensing surveys in areas designated to have a high probability for archaeological resources.

Copies of the archaeological report are included in the Shallow Hazards Report that is being submitted to the Minerals Management Service under separate cover.

SECTION E

Wastes and Discharge/Disposal Information

The Minerals Management Service (MMS), U. S. Coast Guard (USCG) and the U.S. Environmental Protection Agency (EPA) regulate the overboard discharge and/or disposal of operational waste associated with drilling, completing, testing and/or production operations from oil and gas exploration and production activities.

Minerals Management Service regulations contained in Title 30 CFR 250.300 require operators to "prevent the unauthorized discharge of pollutants into offshore waters". These same regulations prohibit the intentional disposal of "equipment, cables, chains, containers, or other materials" offshore. Small items must be stored and transported in clearly marked containers and large objects must be individually marked. Additionally, items lost overboard must be recorded in the facility's daily log and reported to MMS as appropriate.

- U. S. Coast Guard regulations implement the Marine Pollution Research and Control Act (MARPOL) of 1987 requiring manned offshore rigs, platforms and associated vessels prohibit the dumping of all forms of solid waste at sea with the single exception of ground food wastes, which can be discharged if the facility is beyond 12 nautical miles from the nearest shore. This disposal ban covers all forms of solid waste including plastics, packing material, paper, glass, metal, and other refuse. These regulations also require preparation, monitoring and record keeping requirements for garbage generated on board these facilities. The drilling contractor must maintain a Waste Management Plan, in addition to preparation of a Daily Garbage Log for the handling of these types of waste. MODU's are equipped with bins for temporary storage of certain garbage. Other types of waste, such as food, may be discharged overboard if the discharge can pass through 25-millimeter type mesh screen. Prior to off loading and/or overboard disposal, an entry will be made in the Daily Garbage Log stating the approximate volume, the date of action, name of the vessel, and destination point.
- U. S. Environmental Protection Agency regulations address the disposal of oil and gas operational wastes under three Federal Acts. The Resource Conservation and Recovery Act (RCRA) which provides a framework for the safe disposal of discarded materials, regulating the management of solid and hazardous wastes. The direct disposal of operational wastes into offshore waters is limited under the authority of the Clean Water Act. And, when injected underground, oil and gas operational wastes are regulated by the Underground Injection Control program. If any wastes are classified as hazardous, they are to be properly transported using a uniform hazardous waste manifest, documented, and disposed at an approved hazardous waste facility.

A National Pollutant Discharge Elimination System (NPDES) permit, based on effluent limitation guidelines, is required for any discharges into offshore waters. Cabot has requested coverage under the Region VI NPDES General Permit GMG290000 for discharges associated with exploration and development activities in Eugene Island Block 278 and will take applicable steps to ensure all offshore discharges associated with the proposed operations will be conducted in accordance with the permit.

SECTION E

Wastes and Discharge/Disposal Information-Continued

A. Composition of Solid and Liquid Wastes

The major operational solid waste in the largest quantities generated from the proposed operations will be the drill cuttings, drilling and/or completion fluids. Other associated wastes include waste chemicals, cement wastes, sanitary and domestic waste, trash and debris, ballast water, storage displacement water, rig wash and deck drainage, hydraulic fluids, used oil, oily water and filters, and other miscellaneous minor discharges.

These wastes are generated into categories, being solid waste (trash and debris), nonhazardous oilfield waste (drilling fluids, nonhazardous waste including cement and oil filters), and hazardous wastes (waste paint or thinners).

The type of discharges included in this permit application allow for the following effluents to be discharged overboard, subject to certain limitations, prohibitions and recordkeeping requirements.

Overboard Discharges

In accordance with NTL 2003-G17, overboard discharges generated by the activities are not required for submittal in this Plan.

Disposed Wastes

The wastes detailed in *Attachment E-1* are those wastes generated by our proposed activities that are disposed of by means of offsite release, injection, encapsulation, or placement at either onshore or offshore permitted locations for the purpose of returning them back to the environment.

Cabot will manifest these wastes prior to being offloaded from the MODU, and transported to shore for disposal at approved sites regulated by the applicable State. Additionally, Cabot will comply with any approvals or reporting and recordkeeping requirements imposed by the State where ultimate disposal will occur.

Waste Disposal Table

Attachment E-1 (Public Information)

Cabot Oil & Gas Corporation Eugene Island Block 278 Examples of Wastes and Discharges Information

Table 2. Disposal Table (Wastes to be disposed of, not discharged)

Type of Waste Approximate Composition	Amount*	Rate per day	Name/Location of Disposal Facility	Treatment and/or Storage, Transport and Disposal Method
Norm – contaminated wastes	1 ton	Not applicable	Eugene Island Block 278	Transport to a transfer station via dedicated barge
Trash and debris	1,000 ft ³	3 ft ³ /day	Newpark Environmental Fourchon, LA	Transport in storage bins on crew boat to disposal facility
Chemical product wastes	50 bbl/yr	2 bbl/day	Newpark Environmental Fourhon, LA	Transport in containers to shore location
Chemical product wastes	100 ьы	2 bbl/day	Newpark Environmental Fourchon, LA	Transport in barrels on crew boat to shore location

^{*}can be expressed as a volume, weight, or rate

SECTION F Oil Spill Response and Chemical Information

A. Regional Oil Spill Response Plan (OSRP) Information

Effective June 2, 2002, Minerals Management Service approved Cabot Oil & Gas Corporation's (Cabot's) Regional Oil Spill Response Plan (OSRP). The most recent modification, dated July 3, 2003 revised Cabot's OSRP to include a development Worse Case Discharge (WCD) greater than 10 miles from the nearest shoreline. Cabot Oil & Gas Corporation is the only entity covered under this OSRP. Activities proposed in this Initial Exploration Plan will be covered by the Regional OSRP.

B. Oil Spill Removal Organizations (OSRO)

Cabot utilizes Clean Gulf Associates (CGA) as its primary provider for equipment, which is an industry cooperative owning an inventory of oil spill clean-up equipment. CGA is supported by the Marine Spill Response Corporation's (MSRC), which is responsible for storing, inspecting, maintaining and dispatching CGA's equipment. The MSRC STARS network provides for the closest available personnel, as well as an MSRC supervisor to operate the equipment.

C. Worst-Case Scenario Comparison (WCD)

	Current	Proposed Exploration Plan
Categoty	Regional OSRP WCD	WCD
Type of Activity	Exploratory	Drilling/Completion/Testing
Facility Surface Location	East Cameron Block 113	Eugene Island Block 278
Facility Description	MODU	Jack-Up Rig
Distance to Nearest Shoreline		
(Miles)	31	55
Volume:		
Storage Tanks (total)		
Facility Piping (total)		
Lease Term Pipeline		
Uncontrolled Blowout (day)		
Potential 24 Hour Volume	1050	400
(Bbls.)		
V-10-10-10-10-10-10-10-10-10-10-10-10-10-		
Type of Liquid Hydrocarbon	Condensate	Condensate
API Gravity	50°	45°

SECTION F Oil Spill Response and Chemical Information-Continued

Due to the estimated flow rates from an exploratory well blowout are speculative and temporary in nature, Cabot will not modify their Regional OSRP to change the WCD.

Since Cabot has the capability to respond to the worst-case discharge (WCD) spill scenario included in its Regional OSRP approved on June 2, 2002, and since the worst-case scenario determined for our EP does not replace the worst-case scenario in our Regional OSRP, I hereby certify that Cabot has the capability to respond, to the maximum extent practicable, to a worst-case discharge, or a substantial threat of such a discharge, resulting from the activities proposed in our EP.

D. Facility Tanks, Production Vessels

The following table details the *tanks* (capacity greater than 25 bbls. or more) to be used to support the proposed activities (MODU and barges):

Type of Storage Tank	Type of Facility	Tank Capacity (bbls)	Number of Tanks	Total Capacity (bbls)	Fluid Gravity (API)
				·	
Diesel	MODU	500	2	1000	38° (Diesel)

SECTION G Air Emissions Information

The primary air pollutants associated with OCS exploration activities are:

- Carbon Monoxide
- Particulate Matter
- Sulphur Oxides
- Nitrogen Oxides
- Volatile Organic Compounds

These offshore air emissions result mainly from the drilling rig operations, helicopters, and support vessels. These emissions occur mainly from combustion or burning of fuels and natural gas and from venting or evaporation of hydrocarbons. The combustion of fuels occurs primarily on diesel-powered generators, pumps or motors and from lighter fuel motors. Other air emissions can result from catastrophic events such as oil spills or blowouts.

A. Calculating Emissions

Included as *Attachment G-1* is the Projected Air Quality Emissions Report (Form MMS-138) for the proposed drilling, completion and potential operations utilizing a typical jack-up drilling rig, with related support vessels and construction barge information.

B. Screening Questions

As evidenced by *Attachment G-1*, the worksheets were completed based on the proposed flaring and burning operations

C. Emission Reduction Measures

The projected air emissions are within the exemption level; therefore, no emission reduction measures are being proposed.

D. Verification of Non-Default Emissions Factors

Cabot has elected to use the default emission factors as provided in Attachment G-1.

E. Non-Exempt Activities

The proposed activities are within the exemption amount as provided in Attachment G-1.

SECTION G Air Emissions Information-Continued

F. Review of Activities with Emissions Below the Exemption Level

The proposed activities are below the exemption amount and should not affect the air quality of an onshore area, as provided in *Attachment G-1*.

G. Modeling Report

The proposed activities are below the exemption amount and should not affect the air quality of an onshore area.

Air Emissions Report Attachment G-1 (Public Information)

EXPLORATION PLAN (EP) AIR QUALITY SCREENING CHECKLIST

OMB Control No. 1010-0049
OMB Approval Expires: September 30, 2003

	AIR QUALITY SCREENING CHECKLIST	<u> OWB ADDITIVALEX DICE</u>
COMPANY	Cabot Oil & Gas Corporation	• •
AREA	Eugene Island	
BLOCK	278	
LEASE	OCS-G 24911	
RIG	Jack-Up	
WELL	A & B	
COMPANY CONTACT	Christine Groth, R.E.M. Solutions, Inc.	
TELEPHONE NO.	281.492.8562	
REMARKS	Drill, complete and test two (2) wells.	

Screening Questions for EP's	Yes	No
Is any calculated Complex Total (CT) Emission amount (in tons associated with your proposed exploration activities more than 90% of the amounts calculated using the following formulas: $CT = 3400D^{2/3}$ for CO , and $CT = 33.3D$ for the		×
other air pollutants (where D = distance to shore in miles)?		
Does your emission calculations include any emission reduction measures or modified emission factors?		X
Are your proposed exploration activities located east of 87.5° W longitude?		Х
Do you expect to encounter H ₂ S at concentrations greater than 20 parts per million (ppm)?		Х
Do you propose to flare or vent natural gas for more than 48 continuous hours from any proposed well?	Х	
Do you propose to burn produced hydrocarbon liquids?	Х	

Air Pollutant	Plan Emission Amounts ¹ (tons)	Galculated Exemption Amounts ² (tons)	Calculated Complex Total Emission Amounts ³ (tons)
Carbon monoxide (CO)	70.73	65729.18	NA
Particulate matter (PM)	9.27	2830.5	NA NA
Sulphur dioxide (SO ₂)	43.75	2830.5	NA
Nitrogen oxides (NOx)	315.87	2830.5	NA
Volatile organic compounds (VOC)	9.75	2830.5	NA

For activities proposed in your EP or DOCD, list the projected emissions calculated from the worksheets.

List the exemption amounts in your proposed activities calculated using the formulas in 30 CFR 250.303(d).

List the complex total emissions associated with your proposed activities calculated from the worksheets.

EMISSIONS CALCULATIONS 1ST YEAR

								CONTACT		PHONE	REMARKS					
COMPANY	AREA	BLOCK	LEASE	PLATFORM	WELL			Christine Groth, I	DEM Sabdiana		KEWAKKO					
Cabot Oil & Gas Corporat			OCS-G 24911		A&B				A POUNDS P		<u> </u>		ES.	TIMATED TO	NS	
OPERATIONS	EQUIPMENT		MAX. FUEL		RUN	TIME		MAXIMUN	I POUNDS P	EK HOUK				I IIIIA I C		
	Diesel Engines	HP	GAL/HR	GAL/D												
	Nat. Gas Engines	HP	SCF/HR	SCF/D					NOx	Voc	СО	PM	SOx	NOx	voc	со
	Burners	MMBTU/HR		SCF/D	HR/D	DAYS	PM	SOx			60,26	7.52	34.50	258.53	7.76	56,41
ORILLING	PRIME MOVER>600hp diesel	11400	550.62	13214.88	24	78	8.04	36.86	276.21	8.29 0.00	0.00	0.00	0.00	0.00	0.00	0.00
	PRIME MOVER>600hp diesel	0	0	0.00	0	0	0.00	0.00	0.00		0.00	0.00	0.00	0.00	0.00	0.00
	PRIME MOVER>600hp diesel	0	0	0.00	0	0	0.00	0.00	0.00	0.00		0.00	0.00	0.00	0.00	0.00
	PRIME MOVER>600hp diesel	0	0	0.00	0	0	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
	BURNER diesel	0			0	0	0.00	0.00	0.00	0.00	0.00		0.00	0.00	0.00	0.00
	AUXILIARY EQUIP<600hp diesel	0	0	0.00	0	0	0.00	0.00	0.00	0.00	0.00	0.00	1.50	11.21	0.34	2.45
	VESSELS>600hp diesel(crew)	2065	99.7395	2393.75	8	56	1.46	6.68	50.03	1.50	10.92	0.33			0.34	1.80
	VESSELS>600hp diesel(supply)	2065	99.7395	2393.75	10	33	1.46	6.68	50.03	1.50	10.92	0.24	1.10	8.26	0.25	0.27
	VESSELS>600hp diesel(tugs)	4200	202.86	4868.64	12	2	2.96	13.58	101.76	3.05	22.20	0.04	0.16	1.22	0.04	0.27
	1 200220 occup and (u.g.,				l .											0.00
FACILITY	DERRICK BARGE diesel	0	0	0.00	0	0	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
INSTALLATION	MATERIAL TUG diesel	0	0	0.00	0	0	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
INOTALLATION	VESSELS>600hp diesel(crew)	0	0	0.00	0	0	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
	VESSELS>600hp diesel(supply)	0	Ō	0.00	0	0	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
	VEGGEEG GOOTH GIGGGI(GGPPH)		-								<u> </u>					L
	MISC.	BPD	SCF/HR	COUNT											2.00	
	TANK-	0			0	0				0.00					0.00	
	17.44	_			1						<u> </u>					0.05
DRILLING	OIL BURN	250			24	2	4.38	71.15	20.83	0.10	2.19	0.11	1.71	0.50	0.00	0.05
WELL TEST	GAS FLARE	(940)000000	208333.33		24	2		0.12	14.87	12.56	80.94		0.00	0.36	0.30	1.94
TTLLL ILOT	0,10,72,112									1						62.92
2003	YEAR TOTAL	1					18.28	135.07	513.75	27.01	187.42	8.23	38.97	280.07	8.68	62.92
	1	1			1			<u> </u>		<u> </u>	<u> </u>	 				
EXEMPTION	DISTANCE FROM LAND IN															05700.40
CALCULATION	MILES											2830.50	2830.50	2830.50	2830.50	65729.18
CALCULATION	85.0	1												l	<u> </u>	

EMISSIONS CALCULATIONS 2ND YEAR

					14.55			CONTACT		PHONE	REMARKS					
COMPANY	AREA	BLOCK	LEASE	PLATFORM	WELL				R.E.M. Solutions		KEMAKKO					
Cabot Oil & Gas Corporal			OCS-G 24911		A&B				A POUNDS P				EST	IMATED TO	NS	
OPERATIONS	EQUIPMENT	7 0 111111	MAX. FUEL		RUN	TIME		MAXIMUN	I POUNDS P	EK HOUK				IMATED 10	110	
	Diesel Engines	HP	GAL/HR	GAL/D												
	Nat. Gas Engines	HP	SCF/HR	SCF/D					NOx	Voc	со	PM	SOx	NOx	VOC	СО
	Burners	MMBTU/HR		SCF/D	HR/D	DAYS	PM	SOx				8.49	38.93	291.68	8.75	63.64
DRILLING	PRIME MOVER>600hp diesel	11400	550.62	13214.88	24.00	88.00	8.04	36.86	276.21	8.29	60.26			0.00	0.00	0.00
	PRIME MOVER>600hp diesel	0	0	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00 0.00	0.00	0.00	0.00
	PRIME MOVER>600hp diesel	0	0	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00		0.00	0.00	0.00
	PRIME MOVER>600hp diesel	0	0	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00		0.00	0.00
	BURNER diesel	0			0	0	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
er .	AUXILIARY EQUIP<600hp diesel	0	0	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00		0.00	2.75
	VESSELS>600hp diesel(crew)	2065	99.7395	2393.75	8.00	63.00	1.46	6.68	50.03	1.50	10.92	0.37	1.68	12.61		2.75
	VESSELS>600hp diesel(supply)	2065	99.7395	2393.75	10.00	38.00	1.46	6.68	50.03	1.50	10.92	0.28	1.27	9.51	0.29	
	VESSELS>600hp diesel(tugs)	4200	202.86	4868.64	12.00	2.00	2.96	13.58	101.76	3.05	22.20	0.04	0.16	1.22	0.04	0.27
	, , , ,															
FACILITY	DERRICK BARGE diesel	0	0	0.00	0	0	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
INSTALLATION	MATERIAL TUG diesel	0	0	0.00	0	0	0.00	0,00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
11,077,225,1110,11	VESSELS>600hp diesel(crew)	0	0	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
	VESSELS>600hp diesel(supply)	0	lo	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
	1200 22 0 000//p 0.000/(/////	_									<u> </u>					
	MISC.	BPD	SCF/HR	COUNT												,
	TANK-	0			0	0				0.00					0.00	
DRILLING	OIL BURN	250		V00///////	24	2	4.38	71.15	20.83	0.10	2.19	0.11	1.71	0.50	0.00	0.05
WELL TEST	GAS FLARE		208333.33		24	2		0.12	14.87	12.56	80.94		0.00	0.36	0.30	1.94
VACEL ILOS	CAG (EARLE															l l
2004	YEAR TOTAL						18.28	135.07	513.75	27.01	187.42	9.27	43.75	315.87	9.75	70.73
2004	1 - 1 - 1 - 1 - 1 - 1 - 1 - 1 - 1 - 1 -	1		1						l						<u> </u>
EXEMPTION	DISTANCE FROM LAND IN			1	<u> </u>											
CALCULATION	MILES	-										2830.50	2830.50	2830.50	2830.50	65729.18
CALCULATION	85.0	1														
	65.0	<u> </u>														

SUMMARY

COMPANY	AREA	BLOCK	LEASE	PLATFORM	WELL
Cabot Oil & Gas Corporation	Eugene Island	278	OCS-G 24911	Jack-Up	A&B
Year		Emitted		Substance	
	PM	SOx	NOx	VOC	CO
2003	8.23	38.97	280.07	8.68	62.92
2004	9.27	43.75	315.87	9.75	70.73
Allowable	2830.50	2830.50	2830.50	2830.50	65729.18

Environmental Impact Analysis

A. IMPACT PRODUCING FACTORS (IPF'S)

The following matrix is utilized to identify the environmental resources that could be impacted by these IPF's. An "x" has been marked for each IPF category that Cabot has determined may impact a particular environmental resource as a result of the proposed activities. For those cells which are footnoted, a statement is provided as to the applicability of the proposed activities, and where there may be an effect, an analysis of the effect is provided.

Environmental Resources	Emissions (air, noise,	Effluents (muds, cuttings,	Physical Disturbances	Wastes Sent to	Accidents (e.g. oil spills,	Other IPF's
Resources	light, etc.)	other discharges	To the seafloor (rig or anchor	Shore for Treatment	chemical spills, H2S releases)	identified
		column or seafloor	emplacement, etc.)	Or disposal	Tize releases)	
Site Specific at Offshore						
Location						
Designated topographic						
feature						
Pinnacle Trend area live						
bottoms						
Eastern Gulf live bottoms						
Chemosynthetic						
communities						
Water quality		X			X	
Fisheries		X			X	
Marine mammals	X	X			X	
Sea turtles	X	X			X	
Air quality						
Shipwreck sites (known or						
potential)						
Prehistoric archaeological						
sites						
Vicinity of Offshore						
Location						
Essential fish habitat					X	
Marine and pelagic birds					X	
Public health and safety						
Coastal and Onshore						
Beaches					X	
Wetlands					X	
Shorebirds and coastal						
nesting birds					X	
Coastal wildlife refuges					X	
Wilderness areas					X	
Other Resources						

Environmental Impact Analysis-Continued

B. VICINITY OF OFFSHORE LOCATION ANALYSES

1. Designated Topographic Features

There are no anticipated effluents, physical disturbances to the seafloor, and accidents from the proposed activities that could cause impacts to topographic features. The proposed surface disturbances within Eugene Island Block 278 are located approximately 30 miles away from the closest designated topographic feature (Ewing Bank). The crests of designated topographic features in the northern Gulf are found below 10 m. In the event of an accidental oil spill from the proposed activities, the gravity of such oil (high gravity condensate and/or diesel fuel) would rise to the surface, quickly dissipate, and/or be swept clear by the currents moving around the bank; thereby avoiding the sessile biota.

2. Pinnacle Trend Live Bottoms

There are no anticipated effluents, physical disturbances to the seafloor, and accidents from the proposed activities that could cause impacts to a pinnacle trend area. The proposed surface disturbances within Eugene Island Block 278 are located a significant distance (> 100 miles) from the closest pinnacle trend live bottom stipulated block. The crests of the pinnacle trend area are much deeper than 20 m. In the event of an accidental oil spill from the proposed activities, the gravity of such oil (high gravity condensate and/or diesel fuel) would rise to the surface, quickly dissipate, and/or be swept clear by currents moving around the bank; and thus not impacting the pinnacles.

3. Eastern Gulf Live Bottoms

There are no anticipated effluents, physical disturbances to the seafloor, and accidents from the proposed activities that could cause impacts to Eastern Gulf live bottoms. The proposed surface disturbances within Eugene Island Block 278 are located a significant distance (>100 miles) from the closest pinnacle Eastern Gulf live bottom stipulated block. In the event of an accidental oil spill from the proposed activities, the gravity of such oil (high gravity condensate and/or diesel fuel) would rise to the surface, quickly dissipate, and/or be swept clear by currents moving around the bank; and would not be expected to cause adverse impacts to Eastern Gulf live bottoms because of the depth of the features and dilutions of spills.

4. Chemosynthetic Communities

Water depths in Eugene Island Block 278 range from 164 feet to 185 feet. Therefore, the proposed activities are not located within the vicinity of any known chemosynthetic communities, which typically occur in water depths greater than 400 meters.

Environmental Impact Analysis-Continued

5. Water Quality

Accidental oil spill releases from the proposed activities, and cumulative similar discharge activity within the vicinity could potentially cause impacts to water quality. It is unlikely that an accidental oil spill release would occur from the proposed activities. In the event of such a release, the water quality would be temporarily affected by the dissolved components and small droplets. Currents and microbial degradation would remove the oil from the water column or dilute the constituents to background levels.

In the event of an unanticipated blowout resulting in an oil spill, it is unlikely to have an impact based on the industry wide standards for using proven equipment and technology for such responses, implementation of Cabot's Regional Oil Spill Response Plan which address available equipment and personnel, techniques for containment and recovery, and removal of the oil spill. Cabot will conduct the proposed activities under EPA's Region VI NPDES General Permit GMG290000, which authorizes the discharge of certain effluents, subject to As such, it is not certain limitations, prohibitions and recordkeeping requirements. anticipated these discharges will cause significant adverse impacts to water quality.

6. **Fisheries**

Accidental oil spill releases from the proposed activities, and cumulative similar discharge activity within the vicinity may potentially cause some detrimental effects on fisheries. It is unlikely a spill would occur; however, such a release in open waters closed to mobile adult finfish or shellfish would likely be sublethal and the extent of damage would be reduced to the capability of adult fish and shellfish to avoid a spill, to metabolize hydrocarbons, and to excrete both metabolites and parent compounds.

In the event of an unanticipated blowout resulting in an oil spill, it is unlikely to have an impact based on the industry wide standards for using proven equipment and technology for such responses, implementation of Cabot's Regional Oil Spill Response Plan which address available equipment and personnel, techniques for containment and recovery, and removal of the oil spill. Cabot will conduct the proposed activities under EPA's Region VI NPDES General Permit GMG290000, which authorizes the discharge of certain effluents, subject to As such, it is not certain limitations, prohibitions and recordkeeping requirements. anticipated these discharges will cause significant adverse impacts to water quality.

7. Marine Mammals

As a result of the proposed activities, marine mammals may be adversely impacted by traffic, noise, accidental oil spills, cumulative similar discharge activity, and loss of trash and debris. Chronic and sporadic sublethal effects could occur that may stress and/or weaken individuals of a local group or population and make them more susceptible to infection from

SECTION H Environmental Impact Analysis-Continued

natural or antrhropogenic sources. Few lethal effects are expected from accidental oil spill, chance collisions with service vessels and ingestion of plastic material.

The net results of any disturbance would depend on the size and percentage of the population affected, ecological importance of the disturbed area, environmental and biological parameters that influence an animal's sensitivity to disturbance and stress, and the accommodation time in response to prolonged disturbance (Geraci and St. Aubin), 1980). Collisions between cetaceans and ship could cause serious injury or death (Laist et al., 2001). Sperm whales are one of 11 whale species that are him commonly by ships (Laist et al., 2001). Collisions between OCS vessels and cetaceans within the project area are expected to be unusual events.

In the event of an unanticipated blowout resulting in an oil spill, it is unlikely to have an impact based on the industry wide standards for using proven equipment and technology for such responses, implementation of Cabot's Regional Oil Spill Response Plan which address available equipment and personnel, techniques for containment and recovery, and removal of the oil spill. Cabot will conduct the proposed activities under EPA's Region VI NPDES General Permit GMG290000, which authorizes the discharge of certain effluents, subject to certain limitations, prohibitions and recordkeeping requirements. As such, it is not anticipated these discharges will cause significant adverse impacts to water quality. Additionally, Cabot and its contractors will conduct the proposed activities under the additional criteria addressed by MMS in Notice to Lessee's (NTL's) 2003-G10 "Vessel Strike Avoidance and Injured/Dead Protective Species" and NTL 2003-G11 "Marine Trash & Debris Awareness & Elimination".

8. Sea Turtles

As a result of the proposed activities, sea turtles may be adversely impacted by traffic, noise, accidental oil spills, cumulative similar discharges, and loss of trash and debris. Small numbers of turtles could be killed or injured by chance collision with service vessels or by eating indigestible trash, particularly plastic items accidentally lost from drilling rigs, production facilities and service vessels. Drilling rigs and project vessels (construction barges) produce noise that could disrupt normal behavior patterns and crease some stress to sea turtles, making them more susceptible to disease. Accidental oil spill releases are potential threats, which could have lethal effects on turtles. Contact and/or consumption of this released material could seriously affect individual sea turtles. Most OCS related impacts on sea turtles are expected to be sublethal. Chronic and/or avoidance of effected areas could cause declines in survival or productivity, resulting in gradual population declines.

In the event of an unanticipated blowout resulting in an oil spill, it is unlikely to have an impact based on the industry wide standards for using proven equipment and technology for such responses, implementation of Cabot's Regional Oil Spill Response Plan which address

Environmental Impact Analysis-Continued

available equipment and personnel, techniques for containment and recovery, and removal of the oil spill. Cabot will conduct the proposed activities under EPA's Region VI NPDES General Permit GMG290000, which authorizes the discharge of certain effluents, subject to certain limitations, prohibitions and recordkeeping requirements.

As such, it is not anticipated these discharges will cause significant adverse impacts to water quality. Additionally, Cabot and its contractors will conduct the proposed activities under the additional criteria addressed by MMS in Notice to Lessee's (NTL's) 2003-G10 "Vessel Strike Avoidance and Injured/Dead Protective Species" and NTL 2003-G11 "Marine Trash & Debris Awareness & Elimination".

9. Air Quality

The proposed activities are located approximately 55 miles to the nearest shoreline. There would be a limited degree of air quality degradation in the immediate vicinity of the proposed activities. Air quality analyses of the proposed activities are below the MMS exemption level.

10. Shipwreck Site (Known or Potential)

There are no physical disturbances to the seafloor which could impact known or potential shipwreck sites, as the review of high resolution shallow hazards data indicate there are no known or potential shipwreck sites located within the surveyed area.

11. Prehistoric Archaeological Sites

There are no physical disturbances to the seafloor which could cause impacts to prehistoric archaeological sites, as the review of high resolution shallow hazards data and supporting studies did not reflect the occurrence of prehistoric archaeological sites.

Site Specific Offshore Location Analyses

1. Essential Fish Habitat

An accidental oil spill that may occur as a result of the proposed activities has potential to cause some detrimental effects on essential fish habitat. It is unlikely that an accidental oil spill release would occur; however, if a spill were to occur in close proximity to finfish or shellfish, the effects would likely be sublethal and the extent of damage would be reduced to the capability of adult fish and shellfish to avoid a spill, to metabolize hydrocarbons, and to excrete both metabolites and parent compounds.

Environmental Impact Analysis-Continued

In the event of an unanticipated blowout resulting in an oil spill, it is unlikely to have an impact based on the industry wide standards for using proven equipment and technology for such responses, implementation of Cabot's Regional Oil Spill Response Plan which address available equipment and personnel, techniques for containment and recovery, and removal of the oil spill.

2. Marine and Pelagic Birds

An accidental oil spill that may occur as a result of the proposed activities has potential to impact marine and pelagic birds, by the birds coming into contact with the released oil. It is unlikely that an accidental oil spill release would occur.

In the event of an unanticipated blowout resulting in an oil spill, it is unlikely to have an impact based on the industry wide standards for using proven equipment and technology for such responses, implementation of Cabot's Regional Oil Spill Response Plan which address available equipment and personnel, techniques for containment and recovery, and removal of the oil spill.

3. Public Health and Safety Due to Accidents

There are no anticipated IPF's from the proposed activities that could impact the public health and safety. Cabot has requested MMS approval to classify the proposed objective area as absent of hydrogen sulfide.

Coastal and Onshore Analyses

1. Beaches

An accidental oil spill release from the proposed activities could cause impacts to beaches. However, due to the distance from shore (approximately 55 miles), and the response capabilities that would be implemented, no significant adverse impacts are expected. Both historical spill data and the combined trajectory/risk calculations referenced in the publication of OCS EIA /EA MMS 2202-052 indicate there is little risk of contact or impact to the coastline and associated environmental resources.

In the event of an unanticipated blowout resulting in an oil spill, it is unlikely to have an impact based on the industry wide standards for using proven equipment and technology for such responses, implementation of Cabot's Regional Oil Spill Response Plan which address available equipment and personnel, techniques for containment and recovery, and removal of the oil spill.

Environmental Impact Analysis-Continued

2. Wetlands

An accidental oil spill release from the proposed activities could cause impacts to wetlands. However, due to the distance from shore (approximately 55 miles) and the response capabilities that would be implemented, no significant adverse impacts are expected. Both historical spill data and the combined trajectory/risk calculations referenced in the publication of OCS EIA /EA MMS 2202-052 indicate there is little risk of contact or impact to the coastline and associated environmental resources.

In the event of an unanticipated blowout resulting in an oil spill, it is unlikely to have an impact based on the industry wide standards for using proven equipment and technology for such responses, implementation of Cabot's Regional Oil Spill Response Plan which address available equipment and personnel, techniques for containment and recovery, and removal of the oil spill.

3. Shore Birds and Coastal Nesting Birds

An accidental oil spill release from the proposed activities could cause impacts to shore birds and coastal nesting birds. However, due to the distance from shore (approximately 55 miles) and the response capabilities that would be implemented, no significant adverse impacts are expected. Both historical spill data and the combined trajectory/risk calculations referenced in the publication of OCS EIA /EA MMS 2202-052 indicate there is little risk of contact or impact to the coastline and associated environmental resources.

In the event of an unanticipated blowout resulting in an oil spill, it is unlikely to have an impact based on the industry wide standards for using proven equipment and technology for such responses, implementation of Cabot's Regional Oil Spill Response Plan which address available equipment and personnel, techniques for containment and recovery, and removal of the oil spill.

4. Coastal Wildlife Refuges

An accidental oil spill release from the proposed activities could cause impacts to coastal wildlife refuges. However, due to the distance from shore (approximately 55 miles) and the response capabilities that would be implemented, no significant adverse impacts are expected. Both historical spill data and the combined trajectory/risk calculations referenced in the publication of OCS EIA /EA MMS 2202-052 indicate there is little risk of contact or impact to the coastline and associated environmental resources.

In the event of an unanticipated blowout resulting in an oil spill, it is unlikely to have an impact based on the industry wide standards for using proven equipment and technology for such responses, implementation of Cabot's Regional Oil Spill Response Plan which address

SECTION H Environmental Impact Analysis-Continued

available equipment and personnel, techniques for containment and recovery, and removal of the oil spill.

5. Wilderness Areas

An accidental oil spill release from the proposed activities could cause impacts to wilderness areas. However, due to the distance from shore (approximately 55 miles) and the response capabilities that would be implemented, no significant adverse impacts are expected. Both historical spill data and the combined trajectory/risk calculations referenced in the publication of OCS EIA /EA MMS 2202-052 indicate there is little risk of contact or impact to the coastline and associated environmental resources.

In the event of an unanticipated blowout resulting in an oil spill, it is unlikely to have an impact based on the industry wide standards for using proven equipment and technology for such responses, implementation of Cabot's Regional Oil Spill Response Plan which address available equipment and personnel, techniques for containment and recovery, and removal of the oil spill.

Other Identified Environmental Resources

Cabot has not identified any other environmental resources other than those addressed above.

Impacts on Proposed Activities

No impacts are expected on the proposed activities as a result of taking into consideration the site specific environmental conditions.

A High Resolution Shallow Hazards Survey was conducted, a report prepared in accordance with NTL 2003-G17 and NTL 98-20.

Based on the analysis of the referenced data, there are no surface or subsurface geological and manmade features and conditions that may adversely affect the proposed activities. Cabot will institute procedures to avoid pipelines and abandoned wells within the vicinity of the proposed operations.

Alternatives

Cabot did not consider any alternatives to reduce environmental impacts as a result of the proposed activities.

SECTION H Environmental Impact Analysis-Continued

Mitigation Measures

Cabot will not implement any mitigation measures to avoid, diminish, or eliminate potential environmental resources, other than those required by regulation and policy.

Consultation

Cabot has not contacted any agencies or persons for consultation regarding potential impacts associated with the proposed activities. Therefore, a list of such entities is not being provided.

References

The following documents were utilized in preparing the Environmental Impact Assessment:

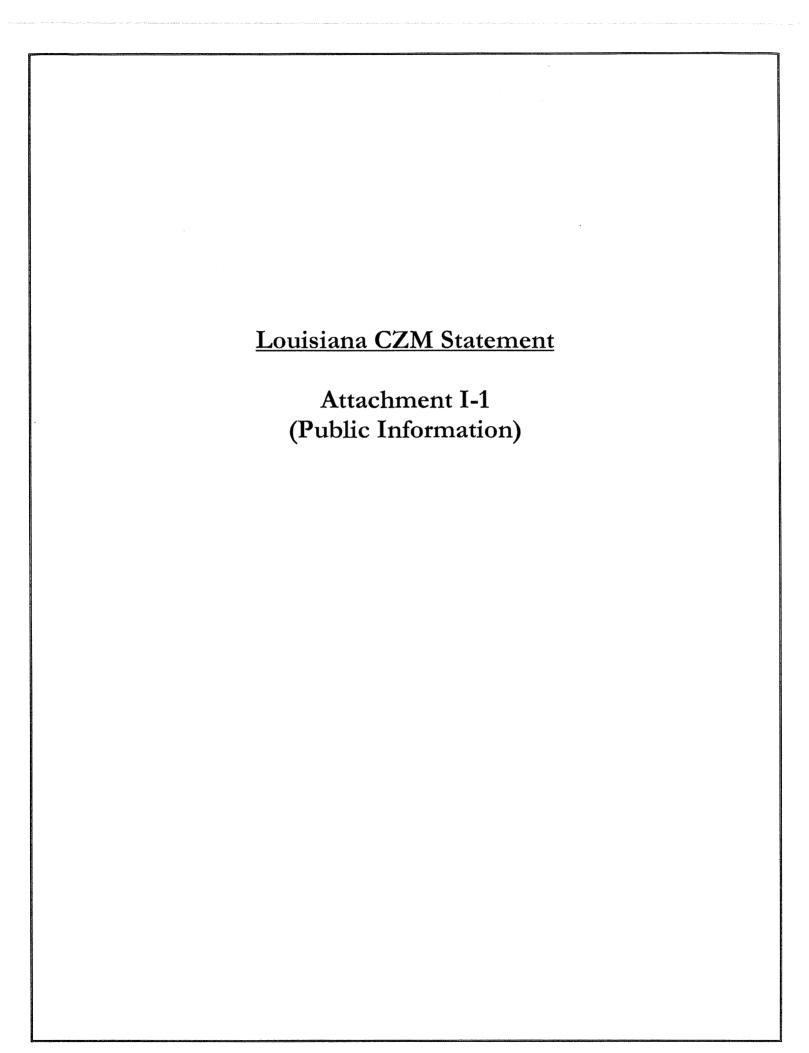
Document	Author	Dated
Shallow Hazards Survey	Thales GeoSolutions, Inc.	2003
MMS Environmental Impact Statement Report No. 2002-15	Minerals Management Service	2002
NTL 2003-G10 "Vessel Strike Avoidance and Injured/Dead Protective Species"	Minerals Management Service	2003
NTL 2003-G11 "Marine Trash & Debris Awareness & Elimination"	Minerals Management Service	2003
NTL 2002-G09 "Regional and Subregional Oil Spill Response Plans"	Minerals Management Service	2002
NTL 2003-G17 "Guidance for Submitting Exploration Plans and Development Operations Coordination Documents"	Minerals Management Service	2003
NTL 2002-G01 "Archaeological Resource Surveys and Reports"	Minerals Management Service	2002
NTL 2000-G16 "Guidelines for General Lease Surety Bonds"	Minerals Management Service	2000
NTL 98-20 "Shallow Hazards Survey Requirements"	Minerals Management Service	1998
NTL 2003-N06 "Supplemental Bond Procedures"	Minerals Management Service	2003
NTL 98-16 "Hydrogen Sulfide Requirements"	Minerals Management Service	1998
NPDES General Permit GMG290000	EPA – Region VI	1998
Regional Oil Spill Response Plan	Cabot Oil & Gas Corporation	2002

SECTION I CZM Consistency

Under direction of the Coastal Zone Management Act (CMZA), the States of Alabama, Florida, Louisiana, Mississippi and Texas developed Coastal Zone Management Programs (CZMP) to allow for the supervision of significant land and water use activities that take place within or that could significantly impact their respective coastal zones.

A certificate of Coastal Zone Management Consistency for the State of Louisiana is enclosed as *Attachment I-1*.

Cabot Oil & Gas Corporation certifies that consistency with the State of Louisiana's enforceable policies has been considered.



COASTAL ZONE MANAGEMENT CONSISTENCY CERTIFICATION

INITIAL EXPLORATION PLAN

EUGENE ISLAND BLOCK 278

LEASE OCS-G 24911

The proposed activities described in detail in the enclosed Plan comply with Louisiana's approved Coastal Zone Management Program and will be conducted in a manner consistent with such Program.

By:	Cabot Oil & Gas Corporation .
Signed By:	Sun Sulf Seller &
Dated:	9-02-03