1. CHEMICAL PRODUCT AND COMPANY IDENTIFICATION

TRADE NAME: COTTON SEED HULLS
CHEMICAL CLASS: Cellulose material
APPLICATIONS: Oil well drilling fluid additive. Lost circulation material.
EMERGENCY TELEPHONE: 281-561-1600
SUPPLIER: Supplied by a Business Unit of Drilling Mud Direct, LLC
8 Inverness Drive East #245
Englewood, CO 80112
TELEPHONE: 720-489-0300
FAX: 720-489-0440

2. COMPOSITION, INFORMATION ON INGREDIENTS

<table>
<thead>
<tr>
<th>INGREDIENT NAME</th>
<th>CAS No.:</th>
<th>CONTENTS:</th>
<th>EPA RQ:</th>
<th>TPQ:</th>
</tr>
</thead>
<tbody>
<tr>
<td>Cotton dust (raw)</td>
<td>0-1 %</td>
<td>0-1 %</td>
<td>99-100 %</td>
<td></td>
</tr>
<tr>
<td>Particulates Not Otherwise Classified (PNOC)</td>
<td>99-100 %</td>
<td>99-100 %</td>
<td></td>
<td></td>
</tr>
</tbody>
</table>

3. HAZARDS IDENTIFICATION

EMERGENCY OVERVIEW:
CAUTION! MAY CAUSE EYE, SKIN AND RESPIRATORY TRACT IRRITATION. Avoid contact with eyes, skin and clothing. Avoid breathing airborne product. Keep container closed. Use with adequate ventilation. Wash thoroughly after handling.

This product is a/an This product is a powder. May form explosive dust-air mixtures. Slippery when wet. A nuisance dust.

ACUTE EFFECTS:
HEALTH HAZARDS, GENERAL:
Particulates may cause mechanical irritation to the eyes, nose, throat and lungs. Particulate inhalation may lead to pulmonary fibrosis, chronic bronchitis, emphysema and bronchial asthma. Dermatitis and asthma may result from short contact periods.

INHALATION: May be irritating to the respiratory tract if inhaled.
INGESTION: May cause gastric distress, nausea and vomiting if ingested.
SKIN: May be irritating to the skin.
EYES: May be irritating to the eyes.
CHRONIC EFFECTS:
SENSITIZATION: Chronic exposure may cause an allergic response due to allergens or fungi on the dust.


ROUTE OF ENTRY: Inhalation. Skin and/or eye contact.

TARGET ORGANS: Respiratory system, lungs. Skin. Eyes.

4. FIRST AID MEASURES

GENERAL: Persons seeking medical attention should carry a copy of this MSDS with them.

INHALATION: Move the exposed person to fresh air at once. Perform artificial respiration if breathing has stopped. Get medical attention.

INGESTION: Drink a couple of glasses water or milk. Do not give victim anything to drink of he is unconscious. Get medical attention.

SKIN: Wash skin thoroughly with soap and water. Remove contaminated clothing. Get medical attention if any discomfort continues.

EYES: Promptly wash eyes with lots of water while lifting the eye lids. Continue to rinse for at least 15 minutes. Get medical attention if any discomfort continues.

5. FIRE FIGHTING MEASURES

AUTO IGNITION TEMP. (°F): N/D
FLAMMABILITY LIMIT - LOWER(%): N/D
FLAMMABILITY LIMIT - UPPER(%): N/D

EXTINGUISHING MEDIA: Foam. Water spray, fog or mist.

SPECIAL FIRE FIGHTING PROCEDURES: No specific fire fighting procedure given.

UNUSUAL FIRE & EXPLOSION HAZARDS: Dust in high concentrations may form explosive mixtures with air.


6. ACCIDENTAL RELEASE MEASURES

PERSONAL PRECAUTIONS: Wear proper personal protective equipment (see MSDS Section 8).

SPILL CLEAN-UP PROCEDURES: Avoid generating and spreading of dust. Shovel into dry containers. Cover and move the containers. Flush the area with water. Do not contaminate drainage or waterways. Repackage or recycle if possible.
7. HANDLING AND STORAGE

HANDLING PRECAUTIONS:
Avoid handling causing generation of dust. Wear full protective clothing for prolonged exposure and/or high concentrations. Eye wash and emergency shower must be available at the work place. Wash hands often and change clothing when needed. Provide good ventilation. Mechanical ventilation or local exhaust ventilation is required.

STORAGE PRECAUTIONS:
Store at moderate temperatures in dry, well ventilated area. Keep in original container.

8. EXPOSURE CONTROLS, PERSONAL PROTECTION

<table>
<thead>
<tr>
<th>INGREDIENT NAME:</th>
<th>CAS No.:</th>
<th>OSHA PEL: TWA:</th>
<th>ACGIH TLV: TWA:</th>
<th>OTHER: TWA:</th>
<th>STEL:</th>
<th>UNITS:</th>
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<tbody>
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<td>0.2 mg/m3</td>
<td>0.2</td>
<td></td>
<td></td>
<td>mg/m3</td>
</tr>
</tbody>
</table>

PROTECTIVE EQUIPMENT:

ENGINEERING CONTROLS:
Use appropriate engineering controls such as, exhaust ventilation and process enclosure, to reduce air contamination and keep worker exposure below the applicable limits.

VENTILATION:
Supply natural or mechanical ventilation adequate to exhaust airborne product and keep exposures below the applicable limits.

RESPIRATORS:
Use at least a NIOSH-approved N95 half-mask disposable or reusable particulate respirator. In work environments containing oil mist/aerosol use at least a NIOSH-approved P95 half-mask disposable or reusable particulate respirator.

PROTECTIVE GLOVES:
Use suitable protective gloves if risk of skin contact.

EYE PROTECTION:
Wear dust resistant safety goggles where there is danger of eye contact.

PROTECTIVE CLOTHING:
Wear appropriate clothing to prevent repeated or prolonged skin contact.

HYGIENIC WORK PRACTICES:
Wash promptly with soap and water if skin becomes contaminated. Change work clothing daily if there is any possibility of contamination.

9. PHYSICAL AND CHEMICAL PROPERTIES

APPEARANCE/PHYSICAL STATE:
Powder, dust.

COLOR:
Brown.

ODOR:
Odorless or no characteristic odor.

SOLUBILITY DESCRIPTION:
Insoluble in water.

DENSITY/SPECIFIC GRAVITY (g/ml):
0.24

TEMPERATURE (°F):
68

BULK DENSITY:
15 lb/ft3; 237 kg/m3

VAPOR DENSITY (air=1):
N/A

VAPOR PRESSURE:
N/A

TEMPERATURE (°F):
10. STABILITY AND REACTIVITY

STABILITY: Normally stable.

CONDITIONS TO AVOID: Avoid heat.

HAZARDOUS POLYMERIZATION: Will not polymerize.

POLYMERIZATION DESCRIPTION: Not relevant.

MATERIALS TO AVOID: Strong oxidizing agents.

HAZARDOUS DECOMPOSITION PRODUCTS: No specific hazardous decomposition products noted.

11. TOXICOLOGICAL INFORMATION

TOXICOLOGICAL INFORMATION: No toxicological data is available for this product.

12. ECOLOGICAL INFORMATION

ECOLOGICAL INFORMATION: Contact M-I Environmental Affairs for ecological information.

13. DISPOSAL CONSIDERATIONS

WASTE MANAGEMENT: This product does not meet the criteria of a hazardous waste if discarded in its purchased form. Under RCRA, it is the responsibility of the user of the product to determine at the time of disposal, whether the product meets RCRA criteria for hazardous waste. This is because product uses, transformations, mixtures, processes, etc., may render the resulting materials hazardous. Empty containers retain residues. All labeled precautions must be observed.

DISPOSAL METHODS: Recover and reclaim or recycle, if practical. Should this product become a waste, dispose of in a permitted industrial landfill. Ensure that containers are empty by RCRA criteria prior to disposal in a permitted industrial landfill.

14. TRANSPORT INFORMATION

PRODUCT RQ: N/A

U.S. DOT: Not regulated.

U.S. DOT CLASS:

CANADIAN TRANSPORT: Not regulated.

TDGR CLASS:
15. REGULATORY INFORMATION

REGULATORY STATUS OF INGREDIENTS:

<table>
<thead>
<tr>
<th>NAME</th>
<th>CAS No</th>
<th>TSCA</th>
<th>CERCLA</th>
<th>SARA 302</th>
<th>SARA 313</th>
<th>DSL(CAN)</th>
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<tbody>
<tr>
<td>Cotton dust (raw)</td>
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<td>No</td>
<td>N/A</td>
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<td>N/A</td>
<td>N/A</td>
<td>N/A</td>
<td>N/A</td>
<td>N/A</td>
</tr>
</tbody>
</table>

US FEDERAL REGULATIONS:


REGULATORY STATUS:

This Product or its components, if a mixture, is subject to following regulations (Not meant to be all inclusive - selected regulations represented):

SECTION 313: This product does not contain toxic chemical subject to the reporting requirements of Section 313 of Title III of the Superfund Amendment and Reauthorization Act of 1986 and 40 CFR Part 372.

SARA 311 Categories:
1: Immediate (Acute) Health Effects.
2. Delayed (Chronic) Health Effects.

The components of this product are listed on or are exempt from the following international chemical registries:

TSCA (U.S.)
DSL (Canada)

STATE REGULATIONS:
STATE REGULATORY STATUS:

This product or its components, if a mixture, is subject to following regulations (Not meant to be all inclusive - selected regulations represented):

Illinois Right-to-Know.
Pennsylvania Right-to-Know.

PROPOSITION 65: This product does not contain chemicals considered by the State of California's Safe Drinking Water and Toxic Enforcement Act of 1986 as causing cancer or reproductive toxicity, and for which warnings are now required.

CANADIAN REGULATIONS:
REGULATORY STATUS:

This Material Safety Data Sheet has been prepared in compliance with the Controlled Product Regulations.

Canadian WHMIS Classification: Not a Controlled Product.

16. OTHER INFORMATION

NPCA HMIS HAZARD INDEX: * 1 Slight Hazard
FLAMMABILITY: 1 Slight Hazard
REACTIVITY: 0 Minimal Hazard
NPCA HMIS PERS. PROTECT. INDEX: E - Safety Glasses, Gloves, Dust Respirator

USER NOTES: N/A = Not applicable N/D = Not determined

INFORMATION SOURCES:
ACGIH Threshold Limit Values and Biological Exposure Indices for Chemical Substances and Physical Agents (latest edition).

PREPARED BY: Sam Hoskin/bb

REVISION No./Repl. MSDS of: 1 / March 1993

MSDS STATUS: Approved.

DATE: January 4, 1999

DISCLAIMER:
MSDS furnished independent of product sale. While every effort has been made to accurately describe this product, some of the data are obtained from sources beyond our direct supervision. We cannot make any assertions as to its reliability or completeness; therefore, user may rely on it only at user's risk. We have made no effort to censor or conceal deleterious aspects of this product. Since we cannot anticipate or control the conditions under which this information and product may be used, we make no guarantee that the precautions we have suggested will be adequate for all individuals and/or situations. It is the obligation of each user of this product to comply with the requirements of all applicable laws regarding use and disposal of this product. Additional information will be furnished upon request to assist the user; however, no warranty, either expressed or implied, nor liability of any nature with respect to this product or to the data herein is made or incurred hereunder.