Trend shows decelerations in demand growth
Crude prices rose to their highest in three months in early March, with WTI above the $40/bbl level
Opec and Non-Opec Producers meeting on April 17th

Source: IEA
US Commercial Crude Oil Storage Capacity and Utilization

Source: EIA

(1) Inventories shown in the graph do not include pipeline fill, lease stocks, or oil in transit from Alaska
(2) March 2016 shows crude oil inventories as of March 25 2016, adjusted for oil stocks in transit from Alaska, and for estimated lease stocks and pipeline fill. Storage capacity assumed constant to the capacity for September 2015
Global Oil Production by Region

Source: IEA

(1) NGLs include condensates and oil from non-conventional sources reported by OPEC countries, e.g. Venezuelan Orimulsion (but not Orinoco extra-heavy oil), and non-oil inputs to Saudi Arabian MTBE. Processing gains include net volumetric gains and losses in refining and marine transportation losses.
US Natural Gas by Region

- Rest of US 'shale'
- Utica (OH, PA & WV)
- Marcellus (PA, WV, OH & NY)
- Haynesville (LA & TX)
- Eagle Ford (TX)
- Fayetteville (AR)
- Barnett (TX)
- Woodford (OK)
- Bakken (ND)
- Antrim (MI, IN, & OH)

Source: IEA
US Natural Gas Storage

Source: IEA
Market Update

WTI Strip Comparison

Nat Gas Strip Comparison

Historical Spot Prices

Source: Company reports

Henry Hub Spot Price

WTI Spot Price

3/29/2016 $38.28 $1.98
1 Week ▼ (7.6%) 2.3%
1 Month △ 13.4% 15.8%
2016E YoY Capex % Change

Source: Company reports
Key Players in E&P Restructurings

- Company / Debtor
- Secured (first and second lien) creditors
- Noteholders
- M&M lien claimants
- Service providers
- Derivative counterparties
- Regulatory agencies
- Royalty owners
- Working interest owners
- Farmers / farmees / production payment parties
- Executory contract parties (JOAs, gathering systems, etc.)
- Equity
- The DIP Lender

Source: IEA
Key E&P Restructuring Topics

- Value of reserves at current strip pricing
- Value of other assets
- Collateral - encumbered vs. unencumbered Assets
- Cash burn / liquidity runway
- Midstream contracts
- Post-reorganization capital structure
- Ability / attractiveness of selling asset in current environment
- Preserving joint operating agreements
- P&A Liabilities
- Exit financing
- Development plans in a depressed commodity price environment
- Quality of management
- Cost reductions: LOEs and G&A

Source: IEA