

RISK MANAGEMENT

AS OF FEBRUARY 25, 2019

- Philosophy:

- Risk mitigation tool to de-risk cash flow and manage leverage
- Directionally more aggressive hedgers than prior management team
- Large scale combo development strategy allows us to plan several years into the future
 - Provides certainty on development costs which leads to confidence in locking in commodity prices



2020: 87% hedged at weighted average floor price of \$2.71/dth⁽²⁾

	2020 ⁽¹⁾	2021	2022	2023	2024
Swaps					
Volume (MMDth)	1,093	155	3	2	2
Average Price (\$/dth)	\$2.75	\$2.43	\$2.72	\$2.67	\$2.67
Calls - Net Short					
Volume (MMDth)	392	209	157	77	15
Average Short Strike Price (\$/dth)	\$2.99	\$2.82	\$2.79	\$2.96	\$3.11
Puts - Net Long					
Volume (MMDth)	154	157	135	69	15
Average Long Strike Price (\$/dth)	\$2.38	\$2.38	\$2.35	\$2.40	\$2.45
Fixed Price Sales⁽³⁾					
Volume (MMDth)	15	65	4	3	-
Average Price (\$/dth)	\$2.76	\$2.50	\$2.38	\$2.38	-

1. Full year 2020.

2. The difference between the fixed price and NYMEX price is included in average differential presented in the Company's price reconciliation.