Compressed Natural Gas... The New Energy Revolution!

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Cabot Oil & Gas Corporation
Investing in Our Community
What is Compressed Natural Gas?

If you haven’t heard about Compressed Natural Gas...or CNG...get ready. Because you’re about to hear much more in the media about this clean-burning American energy resource that’s abundant, versatile and more affordable than traditional fuels.

Made mostly of methane, CNG is natural gas that’s compressed to a much smaller volume and stored and distributed in specially designed and tested containers at a high pressure. It can be used as a replacement for gasoline, diesel or propane. CNG not only costs much less than gasoline and diesel, but also releases fewer pollutants into the air.

CNG in Your Home
CNG offers one of the most affordable energy solutions to homeowners. It can be used to fuel everything from barbecue grills and fireplaces to clothing dryers, heating devices and more.

CNG for Industry and Government
Many industries across America are saving money by converting their fleets of vehicles to natural gas. Local municipalities are doing the same with city buses, and the federal government is making the push to only buy or lease vehicles that run on alternative fuels like CNG by 2015.

CNG in Your Car
There’s currently a lot of excitement about CNG’s ability to supplement or even replace gasoline as a way to offset rising fuel costs and make our automobiles more environmentally friendly.

There are close to 15 million natural gas powered vehicles in use throughout the world today. And that figure is growing by 30 percent a year. Here at home, more Americans are buying dual-fuel cars (that run on either gasoline or CNG) and discovering that traditional car engines can be converted to burn natural gas as well.

And more and more CNG filling stations are being constructed throughout the country to make traveling with CNG vehicles easier.

At the retail level, CNG costs on average $2 less than gasoline per gallon equivalent.
Cabot...Embracing CNG in a Big Way

At Cabot Oil & Gas Corporation, we recognize the benefits of compressed natural gas and are proud to be one of the first energy companies to be converting our drilling rigs to run on CNG. Our first rig should be completed by late summer 2012. This means we’ll be able to save on energy costs and help the environment by cutting diesel usage by at least 30% and reducing carbon emissions.

Cabot’s CNG Vehicle Fleet
We’re also working toward converting our entire fleet of vehicles to run on CNG. This year alone in Pennsylvania, about 75% of Cabot vehicles will be converted – making them cleaner burning and less expensive to operate.

New Cabot CNG Station in Susquehanna County
We plan on supplying our converted drilling rigs and our fleet of vehicles from a new CNG filling station we’re constructing near our area of operations. This Cabot CNG facility will be able to support up to three drilling rigs with natural gas.

The Importance of CNG to America
The advantages of using CNG are clear and can help our nation save money, reduce our dependence on foreign oil and help the environment by cutting down on pollutants.

Advantages of CNG

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<th>Costs less than gasoline/oil/diesel</th>
<th>Prolongs the life of car engines</th>
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<td>Clean burning (less polluting)</td>
<td>Large supply in America</td>
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<td>Residential/industry/government uses</td>
<td>Virtually unlimited storage life</td>
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Jim Novacek
Facilities Engineering Manager

Jim has an extensive background in the oil and gas industry, with 17 years of experience in the production, transmission, storage and distribution phases. Working on Cabot projects in years past, Jim has been back with Cabot now for over one and a half years as the facilities engineering manager.

The Facilities Engineering Department is responsible for the safe and efficient design and operation of all surface facilities and pipelines that gather and transport gas from production wells to midstream or transmission pipelines. Within this department, it’s the facilities engineering manager’s job to oversee the facilities engineer, compliance engineer and facility specialist.

Jim enjoys working with Cabot and finds working close to the exploration and production end of the business to be both “exciting and rewarding.” Jim loves the lakes and natural beauty to be found in the Susquehanna County region. He also has deep respect for the professionalism and work ethic of local contractors he’s teamed with. And, as a final side note, Jim can’t help but mention that he’s the older brother of Jay Novacek, the former All-Pro tight end and three-time Super Bowl winner with the Dallas Cowboys.

Craig Almquist
Facilities Engineer

A native of Pennsylvania, Craig has been in the oil and gas industry for over 32 years and serves today as Facilities Engineer for Cabot. He knows the industry inside and out and has a lot of experience working as a company man on drilling rigs, as a production engineer and as a reservoir engineer.

Craig’s position uses all of that good experience to build things and come up with innovative solutions. As Facilities Engineer, he is responsible for designing, selecting and maintaining any pipeline, compression, gas conditioning equipment, and measurement equipment for Cabot. He coordinates various vendor and contractor activity to get their equipment ready and delivered on time ensuring compliance with all governmental regulations.

The Facilities Engineer acts as an overall project manager, taking a plan from start to finish. He works with everyone involved in a project from the drilling guys to the field personnel to the engineering and operations crew to the folks in the office to make sure that the job gets done in a safe and efficient way. Craig says he especially likes working with the folks in Susquehanna County. He appreciates their ethic of working hard, respect for one another and getting the job done well.