

where we stand
where we are going



2018 and Preliminary 2019 Guidance

October 26, 2018

2018 and Preliminary 2019 Guidance



2018 Guidance

- ❑ Full-year 2018 daily production growth guidance: 7% - 8% (12% - 13% on a debt-adjusted per share basis)
 - Q4 2018 production guidance: 2,225 – 2,275 Mmcfe/d
- ❑ 2018 total program spending: \$940 million
 - Marcellus Shale: \$780 million
 - Exploration Areas: \$75 million
 - Pipeline Investments: \$70 million
 - Corporate: \$15 million
- ❑ 2018 Marcellus Shale wells placed on production: 80 net wells
- ❑ 2018 income tax rate guidance: 24%
- ❑ 2018 deferred tax rate guidance: 100%+ (The Company expects to receive a refund in 2018 associated with the recent repeal of the corporate alternative minimum tax)

Preliminary 2019 Guidance

- ❑ Full-year 2019 daily production growth guidance: 20% - 25% (25% - 30% on a debt-adjusted per share basis)
- ❑ 2019 total program spending: \$800 - 850 million
- ❑ 2019 average differential to NYMEX: \$0.30 per Mcf¹
- ❑ 2019 income tax rate guidance: 24%
- ❑ 2019 deferred tax rate guidance: 100%

Q4 2018E Natural Gas Price Exposure By Index

NYMEX less ~(\$0.35)	28%
Fixed Price (~\$2.85)	20%
Transco Z6 NNY less ~(\$0.65)	17%
Leidy Line	10%
TGP Z4 –300 Leg	10%
Power Pricing	6%
Dominion	6%
Millennium	3%

Note: Fixed price percentages above include volumes associated with sales agreements that have floor prices. An additional deduct of ~\$0.05 per Mcf should be applied to account for fuel use.

Q4 2018E Cost Assumptions (\$/Mcf, unless otherwise noted)

Direct operations	\$0.08 - \$0.09
Transportation and gathering	\$0.66 - \$0.68
Taxes other than income	\$0.02 - \$0.03
Depreciation, depletion and amortization	\$0.48 - \$0.53
Interest expense	\$0.08 - \$0.09
General and administrative (\$mm) ²	\$13 - \$15
Exploration (\$mm) ³	\$5 - \$6

(1) Based on forward curves as of the week of 10/22/2018
 (2) Excluding stock-based compensation
 (3) Excluding exploratory dry hole costs; includes exploration administration expense and geophysical expenses