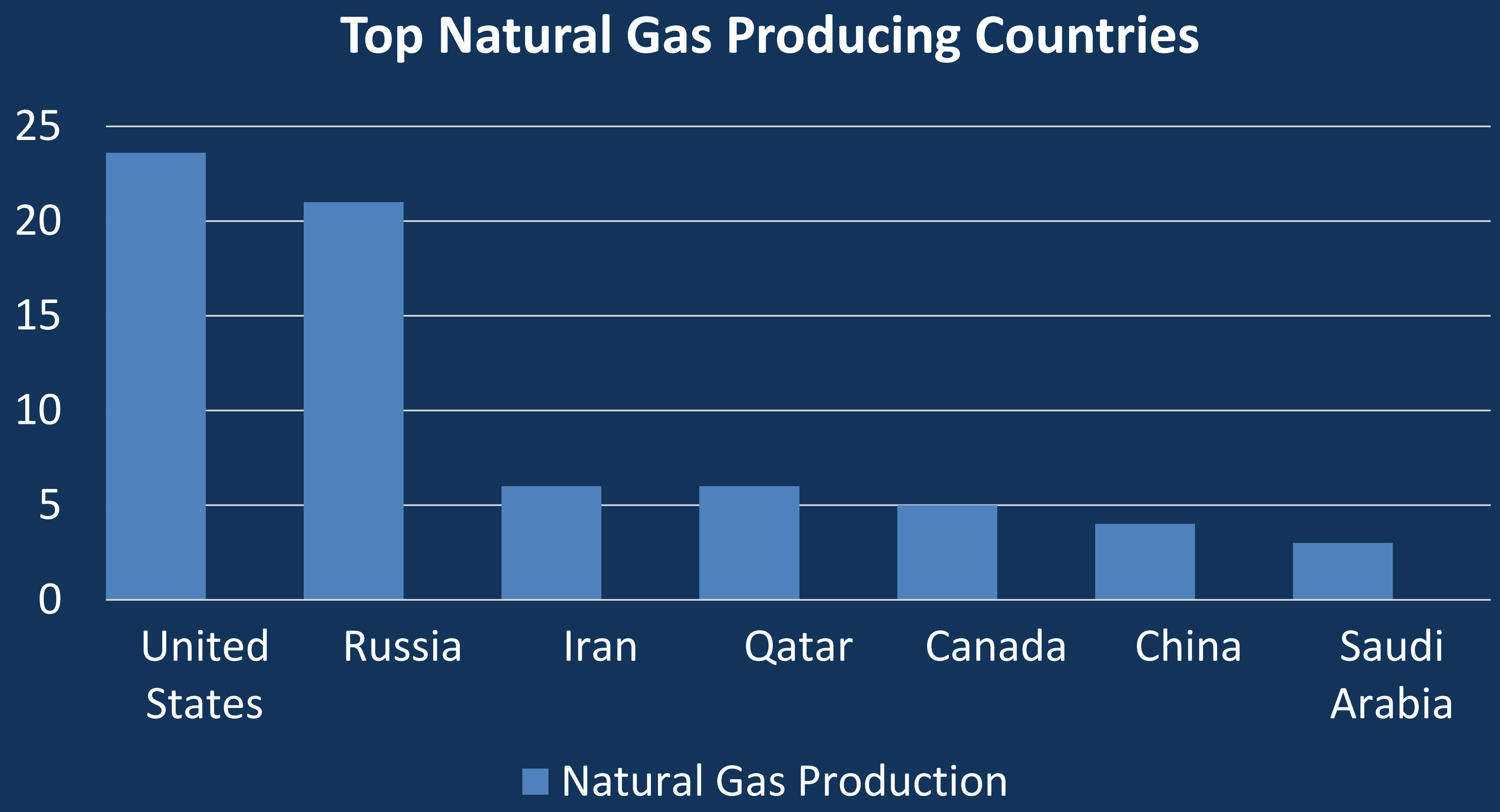
Maximizing
The Shale Opportunity

USEA State of the Energy Industry Forum

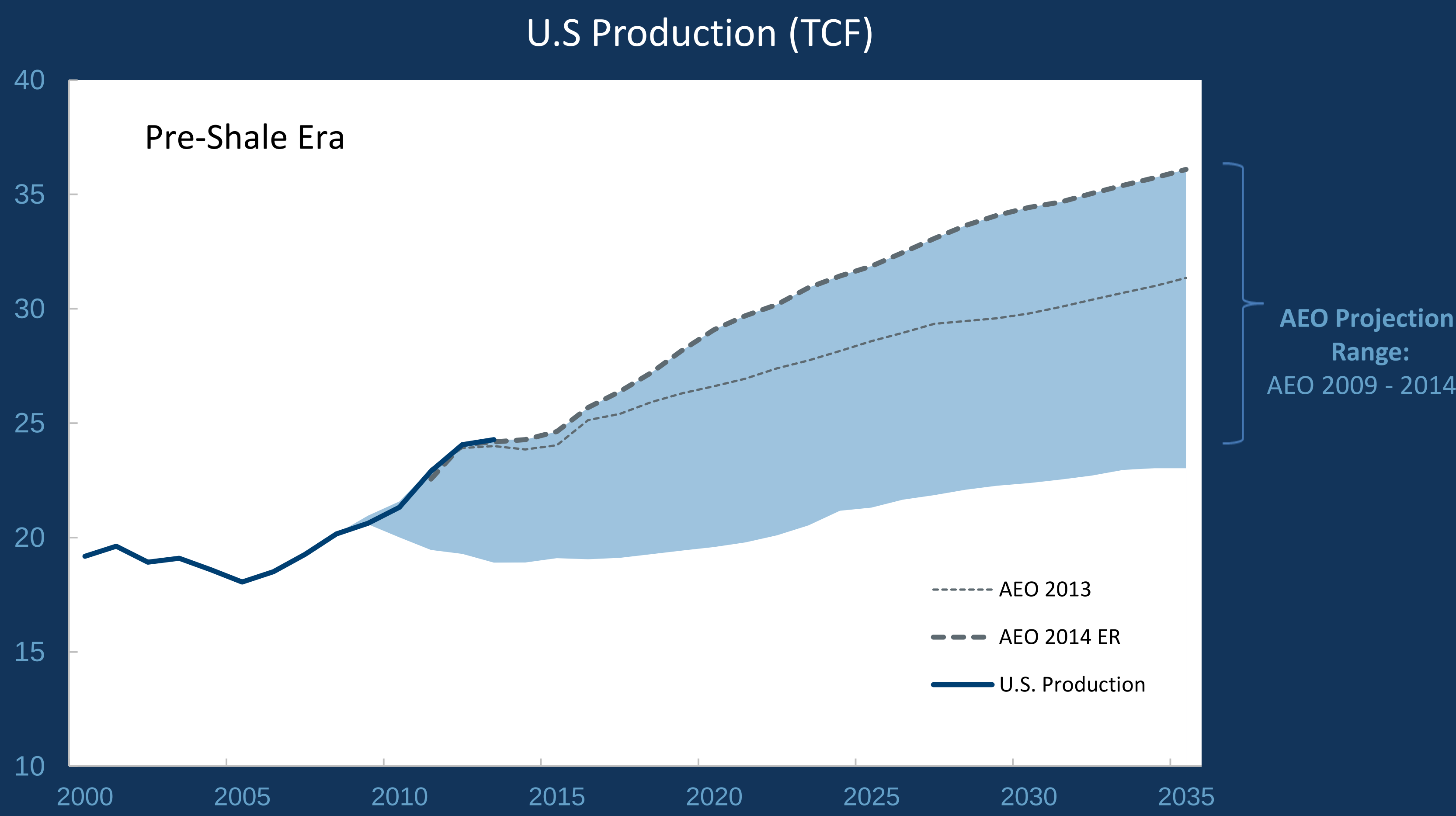
Marty Durbin
President & CEO
America's Natural Gas Alliance

U.S. Leads World in Production



Source: EIA – International Energy Outlook 2013

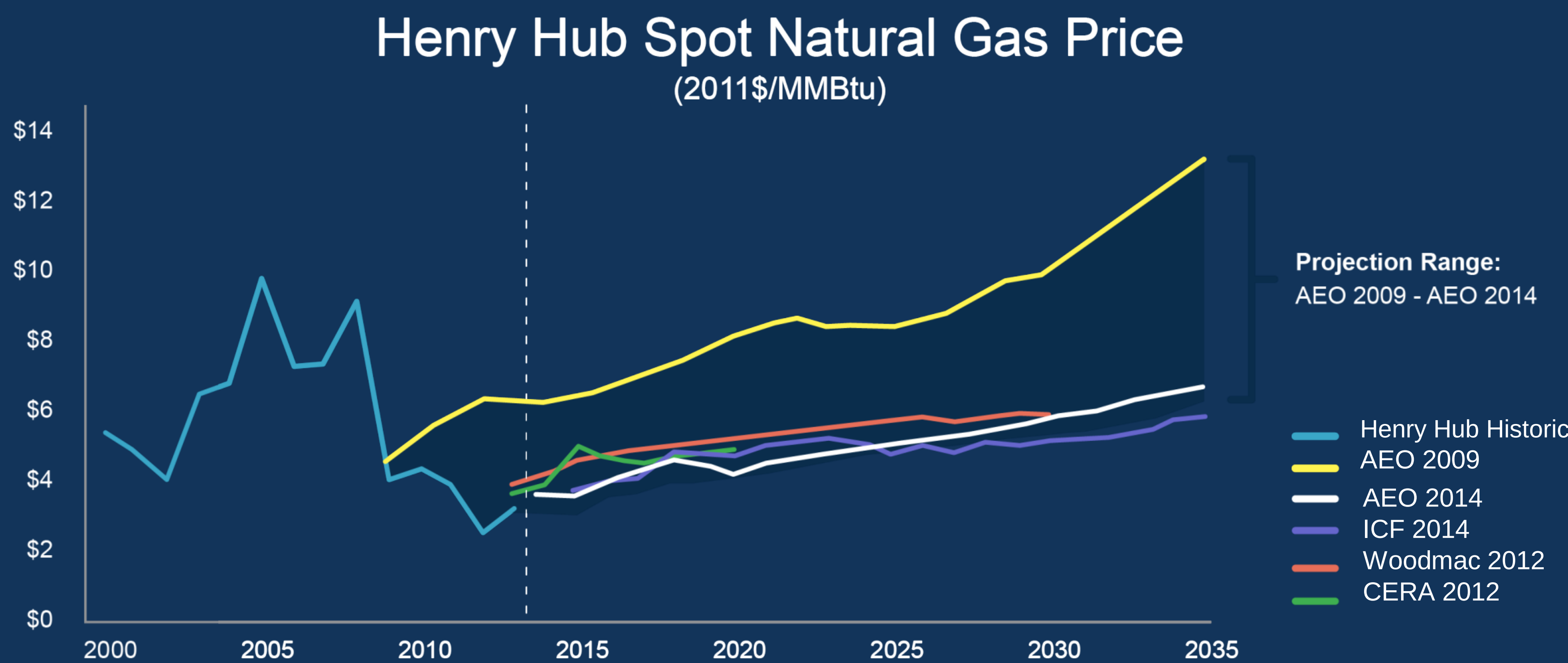
…And We're Poised to Double Again



Source: EIA AEO, Historical Production

One Small Well Fuels One Large City

Abundance = Affordability



Source: EIA Annual Energy Outlook: 2009, 2010, 2011, 2012, 2013, 2014
Henry Hub Spot prices (Actual prices: 2000 to 2012)

Ready for Winter: Production

PRODUCTION

Demand for natural gas is greater in the winter months. Higher production levels mean more fuel for heat and electricity.

VITAL SIGN: ***2014 production is projected to be 5.1% higher than 2013.***

HOW MUCH?

Natural gas production during winter months (Nov. - March) will increase by

383 BILLION

CUBIC FEET.

Or, enough energy to heat

4.1 MILLION HOMES FOR 1 YEAR.

MARCELLUS SHALE PRODUCTION ALONE HAS GROWN 32% IN JUST ONE YEAR.

This means more energy for customers in the region.

Ready for Winter: Storage

STORAGE

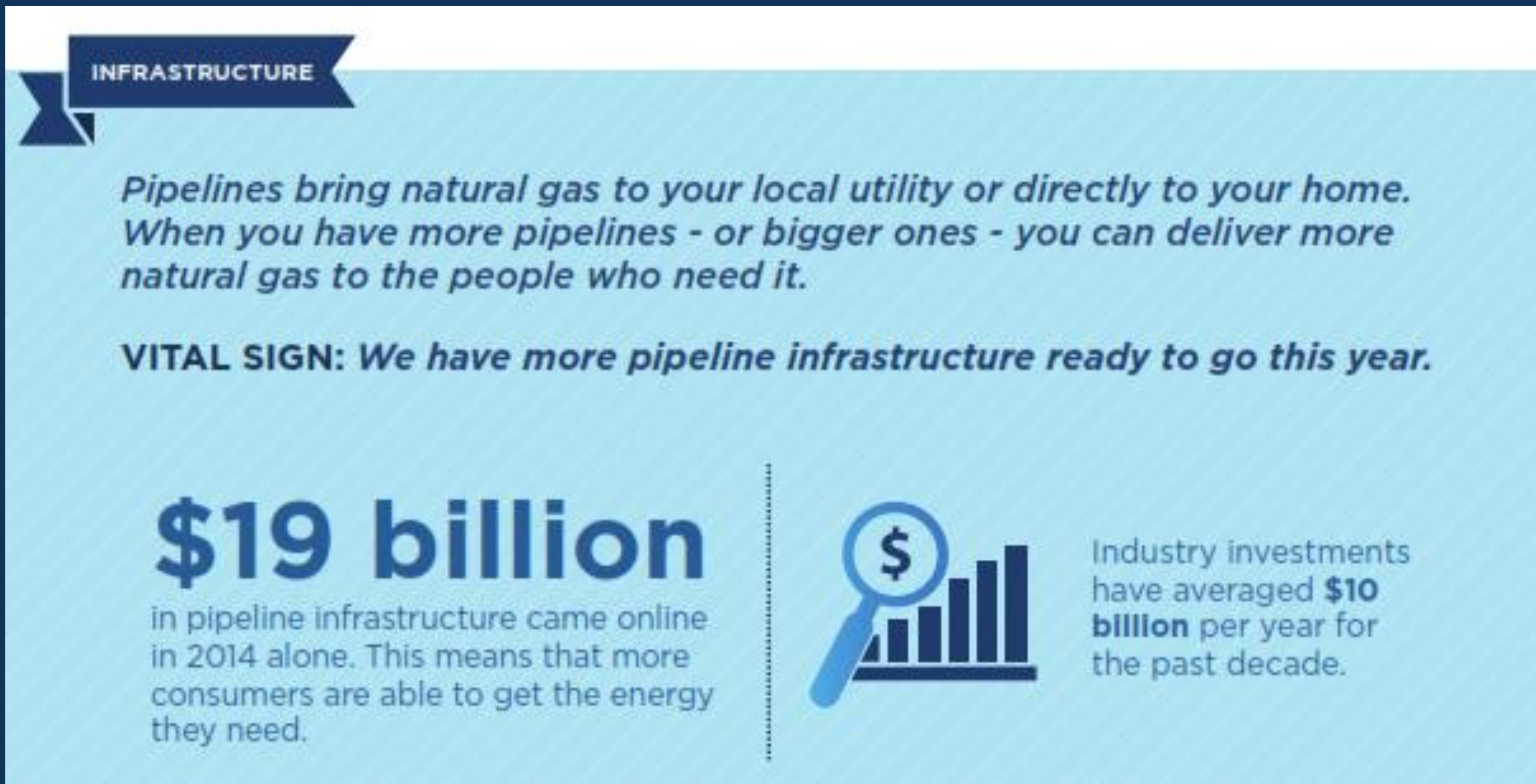
Natural gas storage acts like a spare battery, providing the additional energy needed to keep the heat going and the lights on when we need more than is being produced.

VITAL SIGN: ***Despite last winter's record cold, natural gas storage has been replenished.***

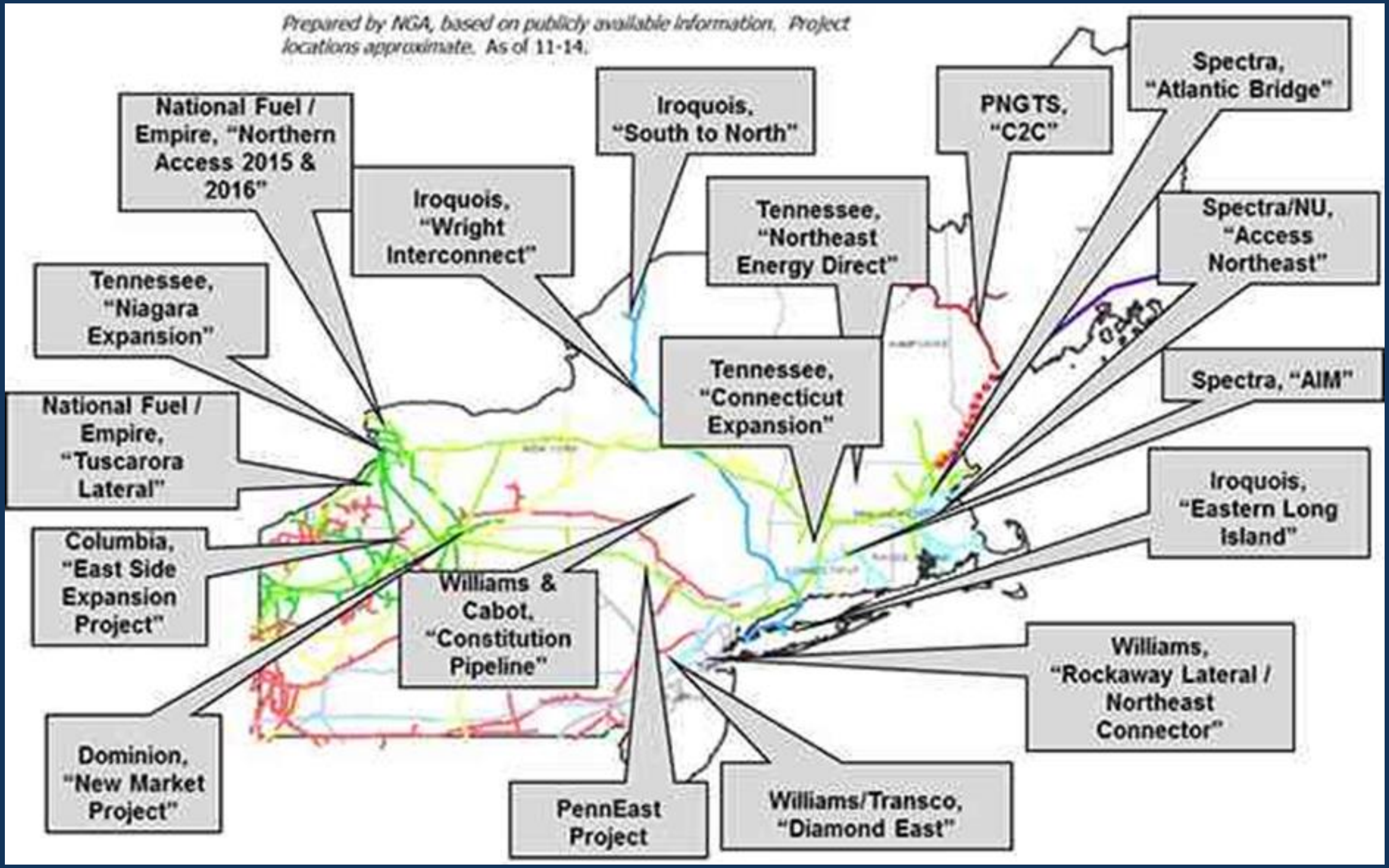
GAS IN STORAGE

Add this year's increased production and we have more natural gas available for this winter than we did last winter.

Ready for Winter: Infrastructure

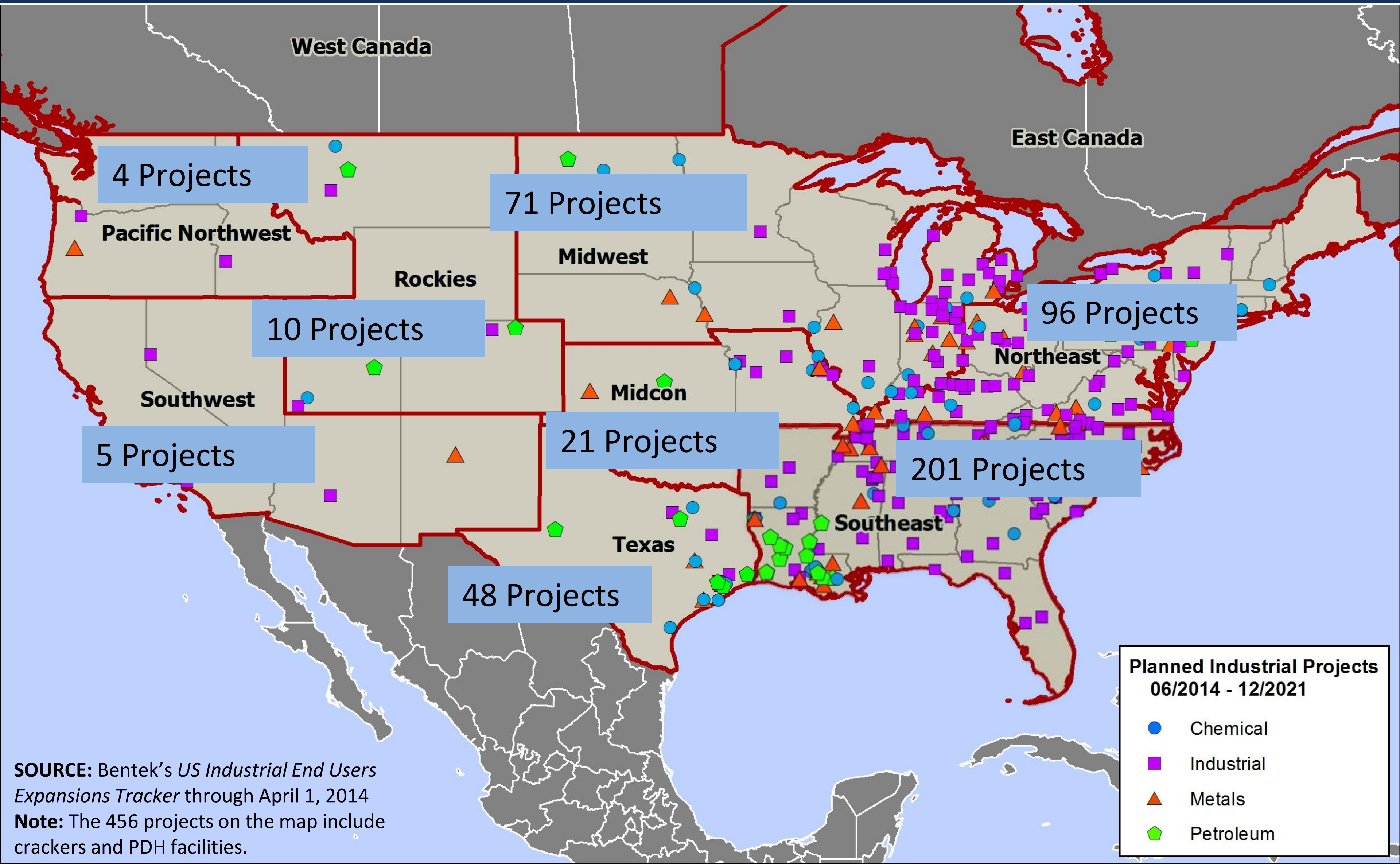


Proposed Pipeline Projects



Source: American Gas Association

Planned U.S. Industrial Projects (2014-2021)

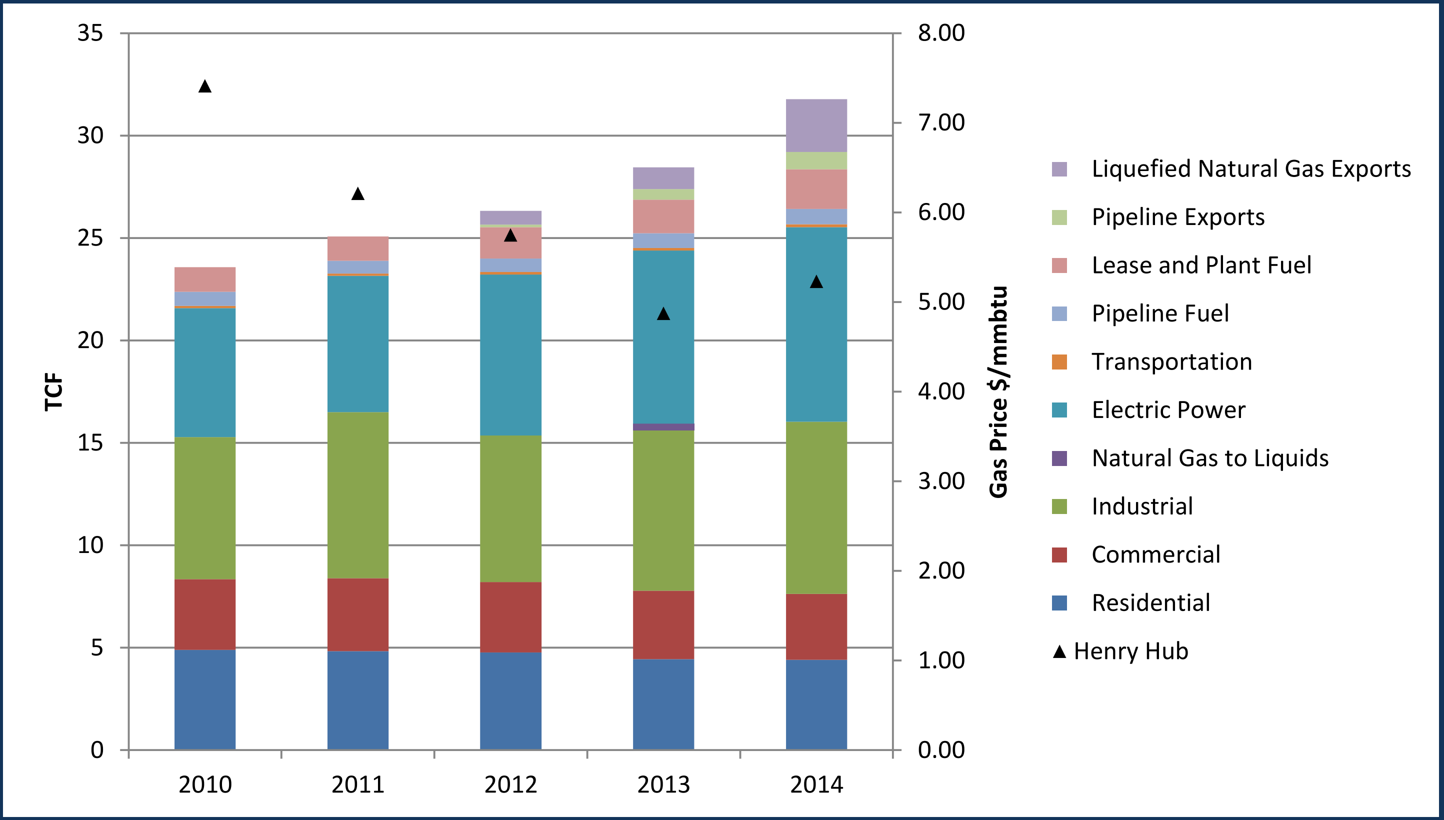


SOURCE: Bentek's *US Industrial End Users Expansions Tracker* through April 1, 2014
Note: The 456 projects on the map include crackers and PDH facilities.

EXPORTS

Demand and Price Expectations

Comparison of Recent AEO Natural Gas Demand and Price Forecasts: 2025



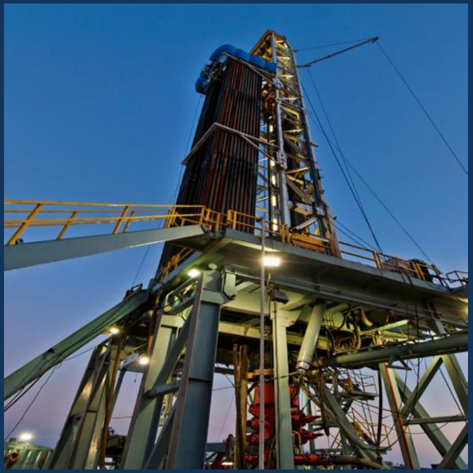
EIA has increased expected demand for 2025 by 35% since its 2010 AEO release while forecast 2025 prices have fallen 29%.

A Sharp U.S. Competitive Edge

ICF INTERNATIONAL

"By 2035, ICF estimates incremental liquids volumes increase between 138,000 bpd and 555,000 bpd, attributable to LNG exports."

Changing the HHP Game

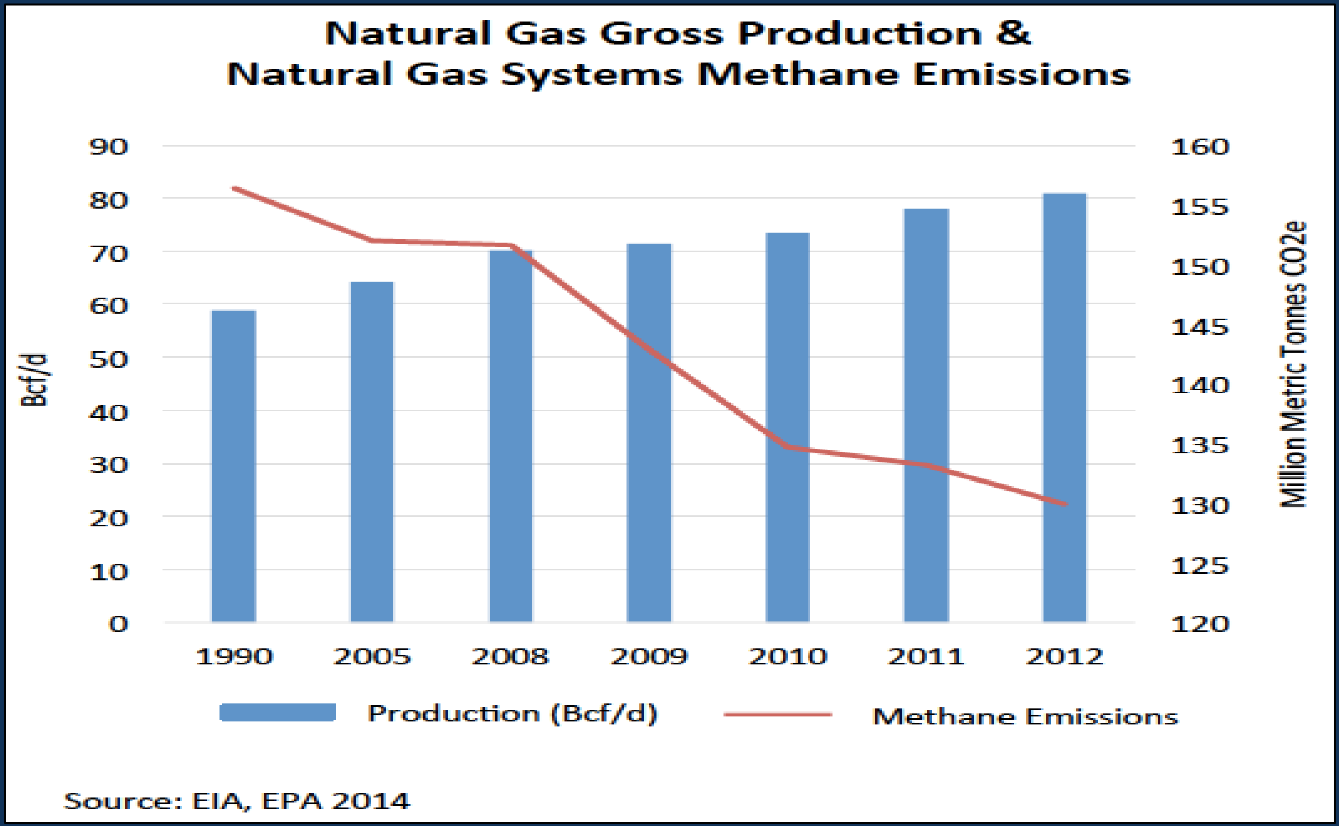


Reducing Emissions

"Natural gas being abundant has been a game-changer in our ability to really move forward with pollution reductions."

--EPA Administrator Gina McCarthy

An Environmental Success Story



Customer Perspectives

AMERICA'S
NATURAL GAS

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