



Record-setting DDI 26 drilled a 5 well pad in only 34 days.

## Exceeding All Expectations

In only its second quarter of operations since initial acceptance, DDI 26 is already exceeding performance expectations by recently drilling a 5-well pad in a record 34 days in the DeSoto area. The rig is equipped with AC technology and a rig walking package, both of which contributed to achieving an average per well release of 6.8 days on the multi-well pad.

The previous record 5-well pad in DeSoto was drilled in 47 days for an average per well release of

9.5 days. Additional records set for this 5-well pad included total footage and average lateral length, which increased by 26% and 32%, respectively.

The early success of DDI 26 is an indication of the added value from the increased performance that will be required in the development phase of the DeSoto project. To meet the future challenges of DeSoto, such innovation will be critical in drilling more wells with fewer rigs.

## A Common Goal: The Importance of Utilizing Approved Vendors

At SWN, we take pride in exhibiting the Formula – being “the Right People doing the Right Thing.” Naturally, we feel strongly that both employees and suppliers appreciate these deeply-rooted values and policies in order to avoid exposing SWN and its shareholders to any unnecessary risks associated with non-contracted field services.

We have consolidated critical data about our contracts, supplements, work requests, certificates of insurance, rate sheets and services provided by our suppliers into our Contract Administration System (CAS). The CAS will be available June 1st and will

provide SWN employees with the opportunity to search our existing suppliers before making decisions about requesting new suppliers.

We look forward to the positive results associated with CAS.

