

Presentation for

Westbrook Bankruptcy Conference University of Texas

Oil & Gas Restructuring Alternatives

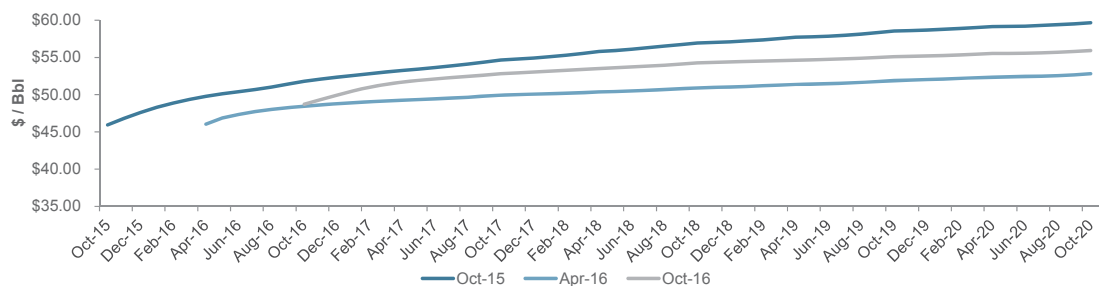
November 18, 2016

Shad E. Sumrow
J.P. Hanson

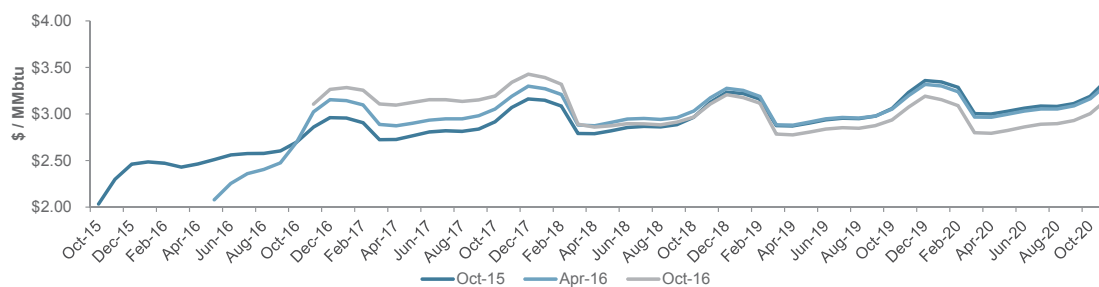


Strip Pricing

WTI Strip Pricing



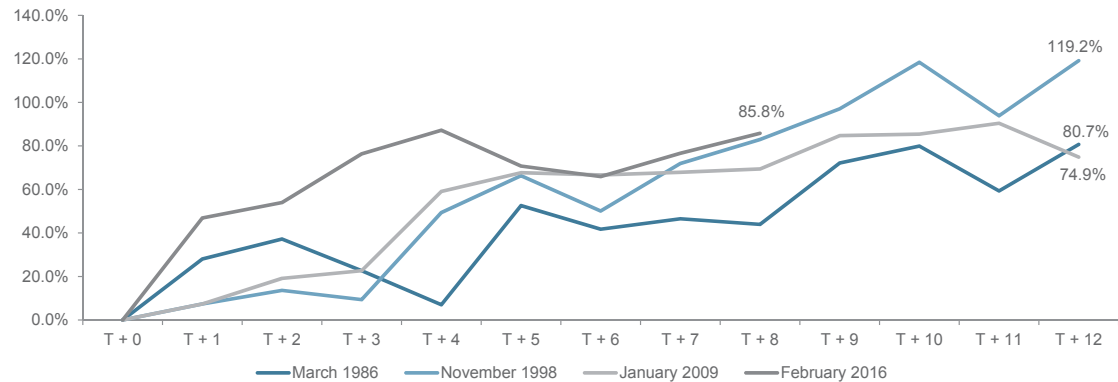
Henry Hub Strip Pricing



Source: Bloomberg as of October 28, 2016

Historical Price Rebounds

Historical WTI Price Rebounds (12 Months Post-Trough)



Source: Bloomberg as of October 28, 2016

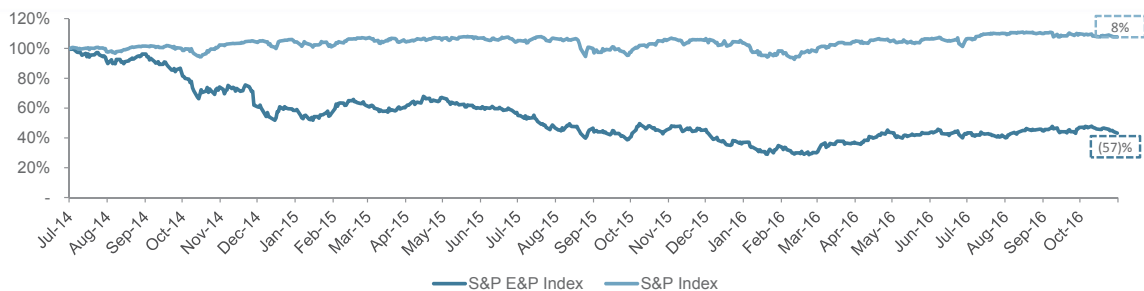
3

HOULIHAN LOKEY

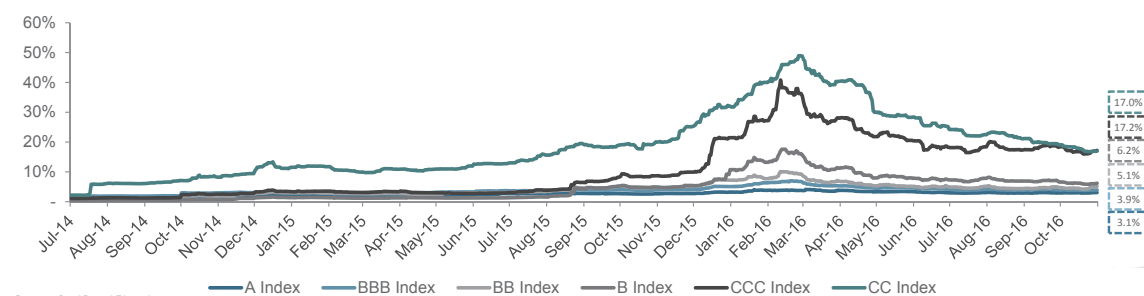
Thompson & Knight
IMPACT AND FINANCIAL

State of the Public Equity & Debt Markets

E&P Equity Index Performance (July 2014 – October 2016)



Historical Yields for Speculative Grade E&P Firms (July 2014 – October 2016)⁽¹⁾



Source: CapIQ and Bloomberg

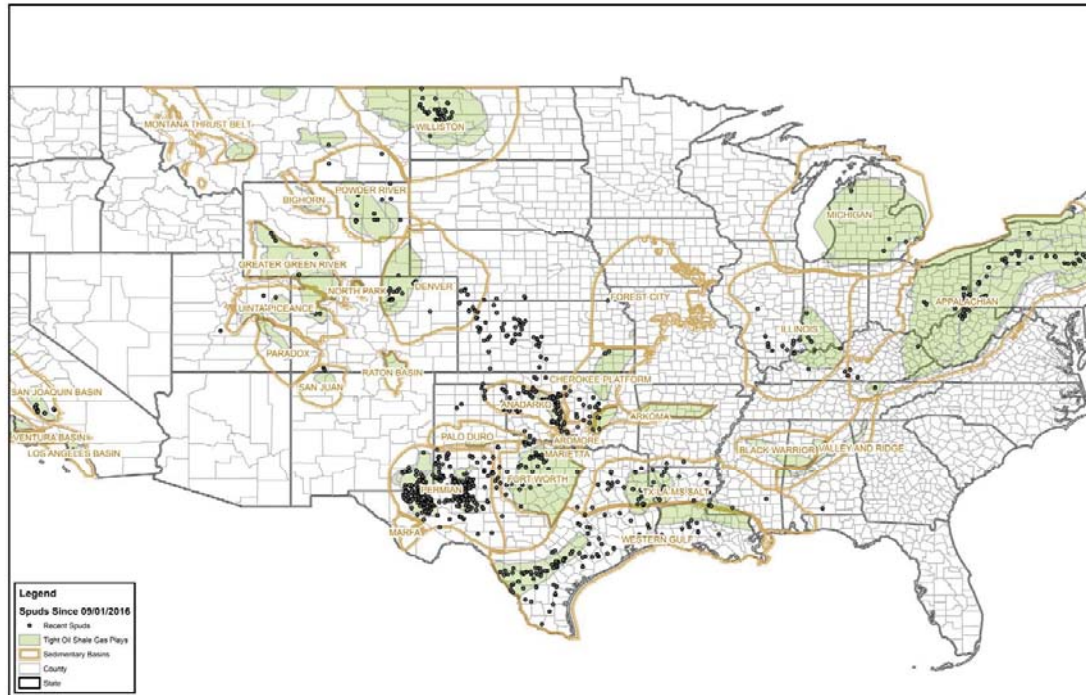
(1) Yield indices illustrate weighted average yield for debt tranches of 373 select E&P companies based on their ratings as of 10/28/2016

4

HOULIHAN LOKEY

Thompson & Knight
IMPACT AND FINANCIAL

Spud Activity Since September 1, 2016 – Lower 48



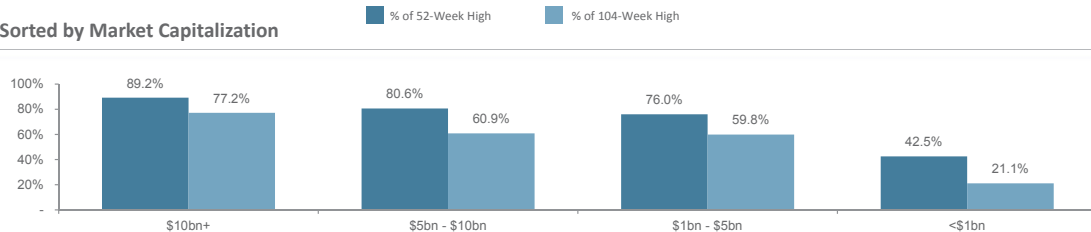
5

HOULIHAN LOKEY

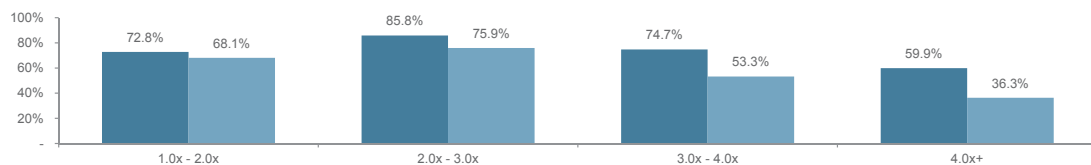
Thompson & Knight
CORPORATE AND FINANCIAL SERVICES

E&P Equity Performance by Market Cap, Leverage & Focus Area

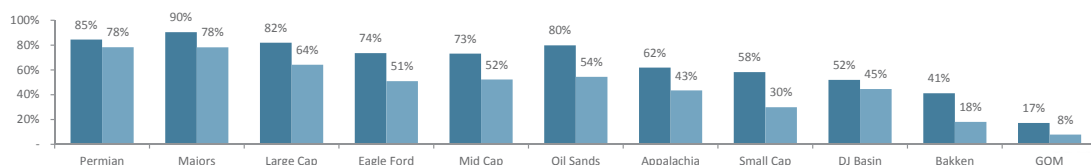
Sorted by Market Capitalization



Sorted by Leverage



Sorted by Focus Area / Peer Group



Source: CapIQ, Company Filings, Wall Street Research

6

HOULIHAN LOKEY

Thompson & Knight
CORPORATE AND FINANCIAL SERVICES

Find the full text of this and thousands of other resources from leading experts in dozens of legal practice areas in the [UT Law CLE eLibrary \(utcle.org/elibrary\)](http://utcle.org/elibrary)

Title search: Oil and Gas Restructuring Alternatives

Also available as part of the eCourse

[2016 Bankruptcy eConference](#)

First appeared as part of the conference materials for the
35th Annual Jay L. Westbrook Bankruptcy Conference session
"Oil and Gas Restructuring 101"