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FOR IMMEDIATE RELEASE

Calgary, May 27, 2010

2009 U.S. and Canadian Gas Reserve Replacement

Ziff Energy Group announces the release of an 8 page executive report which provides an analysis of the 2009 U.S. and Canadian gas reserve replacement rate, gas reserve life, and impact of new SEC regulations. Reserve replacement is a leading indicator for future industry gas production capability. The top 30 producing public companies were analysed in the Lower 48 United States and the 30 largest public gas producers in Canada:

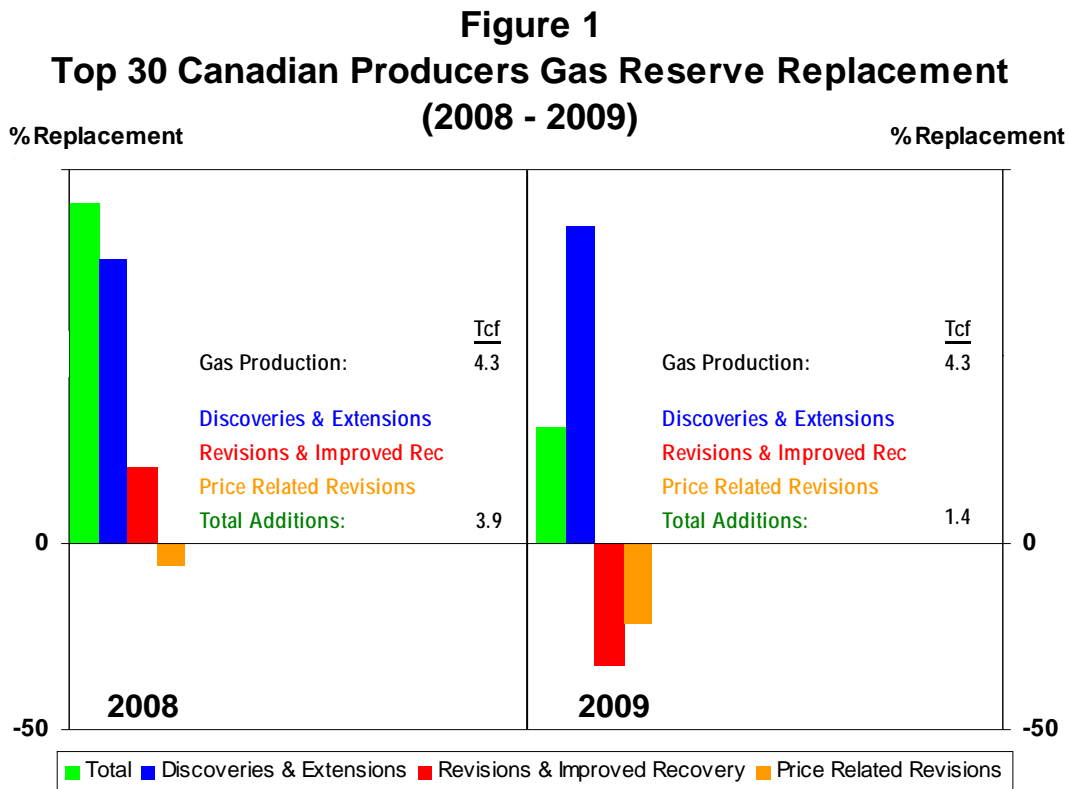
- U.S. L48** • in 2009, overall replacement was over 150%, up a third from 2008
- Canada** • in 2009, overall replacement was under 50%.

Ziff Energy's methodology for reserve replacement rate does not include acquisitions or divestments, which do not add to the industry total gas reserves; Alaskan gas production and reserves are excluded from reserve replacement and reserve life index calculations. The data are from companies representing: half (11 Tcf/year) of the U.S. Lower 48 gas production (over 20 Tcf/year) and three quarters (4.3 Tcf/year) of Canadian gas production (6 Tcf/year).

"Ziff Energy noted that growth in reserves replacement in U.S. is attributable to a 40% increase in reserves additions. Meanwhile total Canadian reserves replacement in 2009 dropped two thirds compared to 2008 due to negative price and technical revisions." reported Lev Virine, Lead Analyst for Ziff Energy.

Zuzana Jurickova, Analyst for Ziff Energy said "adoption of SEC's modernized reserve reporting rules led to an increase in downward price revisions for 30 U.S. companies. In 2009, total reserve revisions in U.S. approached -50% compared to -5% in 2008".

Figure 1 compares the Canadian reserve replacement for the top 30 producers in 2008 and 2009.



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Other recent Ziff Energy reports include:

- Western Canada Gas Production Outlook to 2020
- Natural Gas Wildcards – Issues Impacting Future Gas Prices
- North American Gas Storage
- Gas Supply Basin Outlook
- Factors Impacting LNG Imports
- Gulf of Mexico Gas Production Forecast to 2020
- Gas Price Differentials Forecast to 2018
- Henry Hub Gas Price Outlook to 2018
- Industrial Gas Demand to 2020
- North American Pipeline Construction Cost
- U.S. Rockies Gas Production Outlook to 2020
- Shale Gas Outlook to 2020
- North American Demand Outlook to 2020
- Natural Gas Implications of Greenhouse Gas
- Mexico’s Gas Supply / Demand Outlook to 2016
- Global LNG Outlook to 2020
- Natural Gas Opportunities for Ethanol
- North American Power Generation to 2017
- Canadian Natural Gas Exports to 2020
- Pipelines for Growing Oil Sands Production

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Ziff Energy Group, celebrating its 30th year of client services next year, is a leading North American energy consulting firm. On an international basis, Ziff Energy provides sophisticated industry and operational business analysis and custom consulting to the world wide energy industry in 30 countries. We have offices in Calgary and Houston, the primary oil and gas centers in North America. Our growing staff of 55⁺ includes **many industry specialists**, with **15 to 30 years of domestic and international upstream experience**.

