



Integrity • Urgency • Ownership • Alignment • Innovation

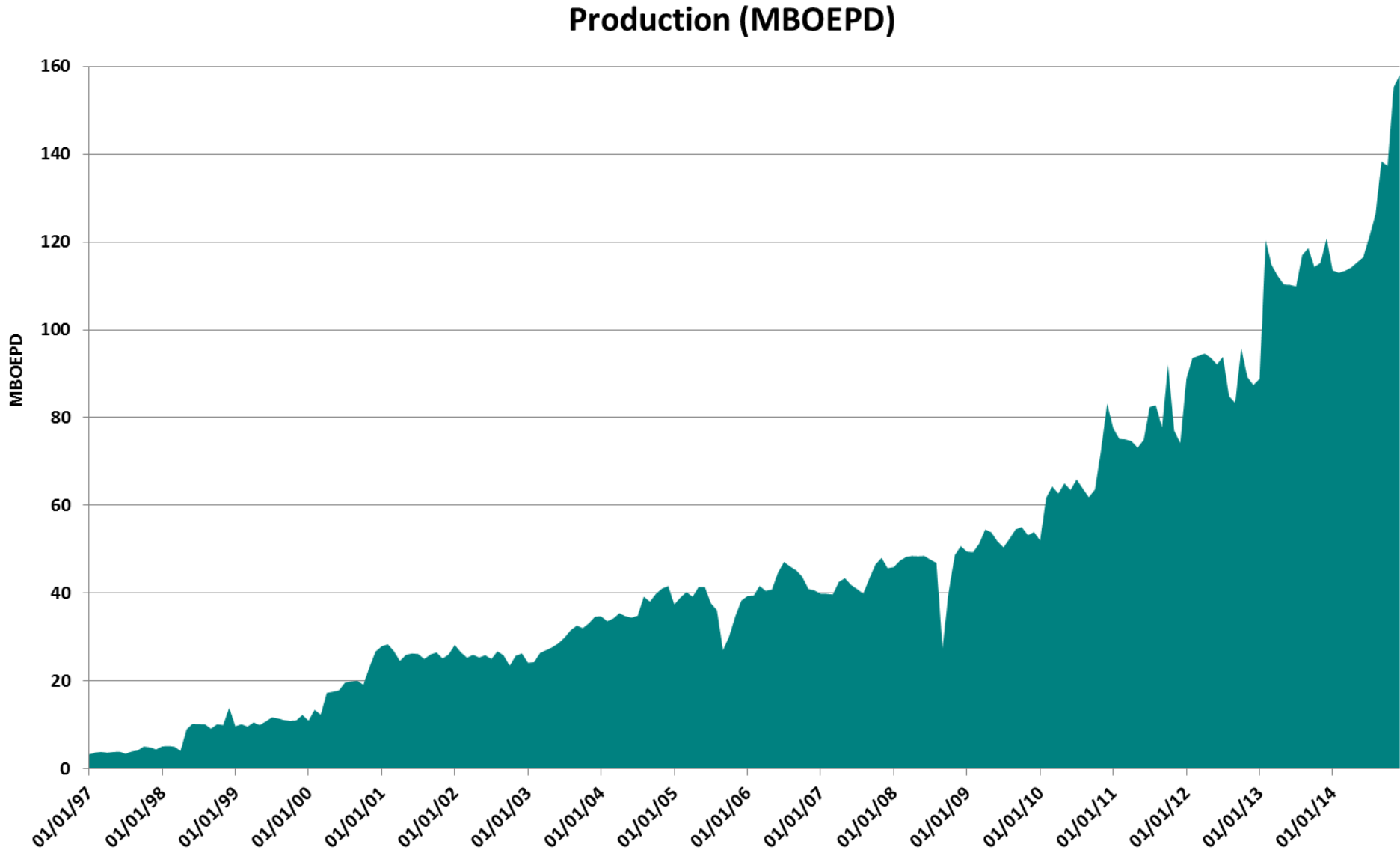


Independent Producer

- Typically defined as exploration and production company with no downstream (refining, marketing or transportation) operations.
- Usually smaller than an integrated company, though many integrated companies have separated from their downstream operations.
- Sole business focus is on upstream (exploration and production) operations.



Hilcorp Production Growth





Our Success Story

Creating efficiencies that extend field life and increase asset values

Increasing capital investment to develop additional oil and gas reserves

Capturing adjacent opportunities for additional value creation potential





January 2012: Entered Cook Inlet

Increased Cash Investment

January 2012: \$11MM/month Spend

Today: ~\$20MM/month Spend

Increased Contractor Activity

2012: 1.34MM Man Hours

2013: 1.67MM Man Hours

2014: ~ 2MM Man Hours

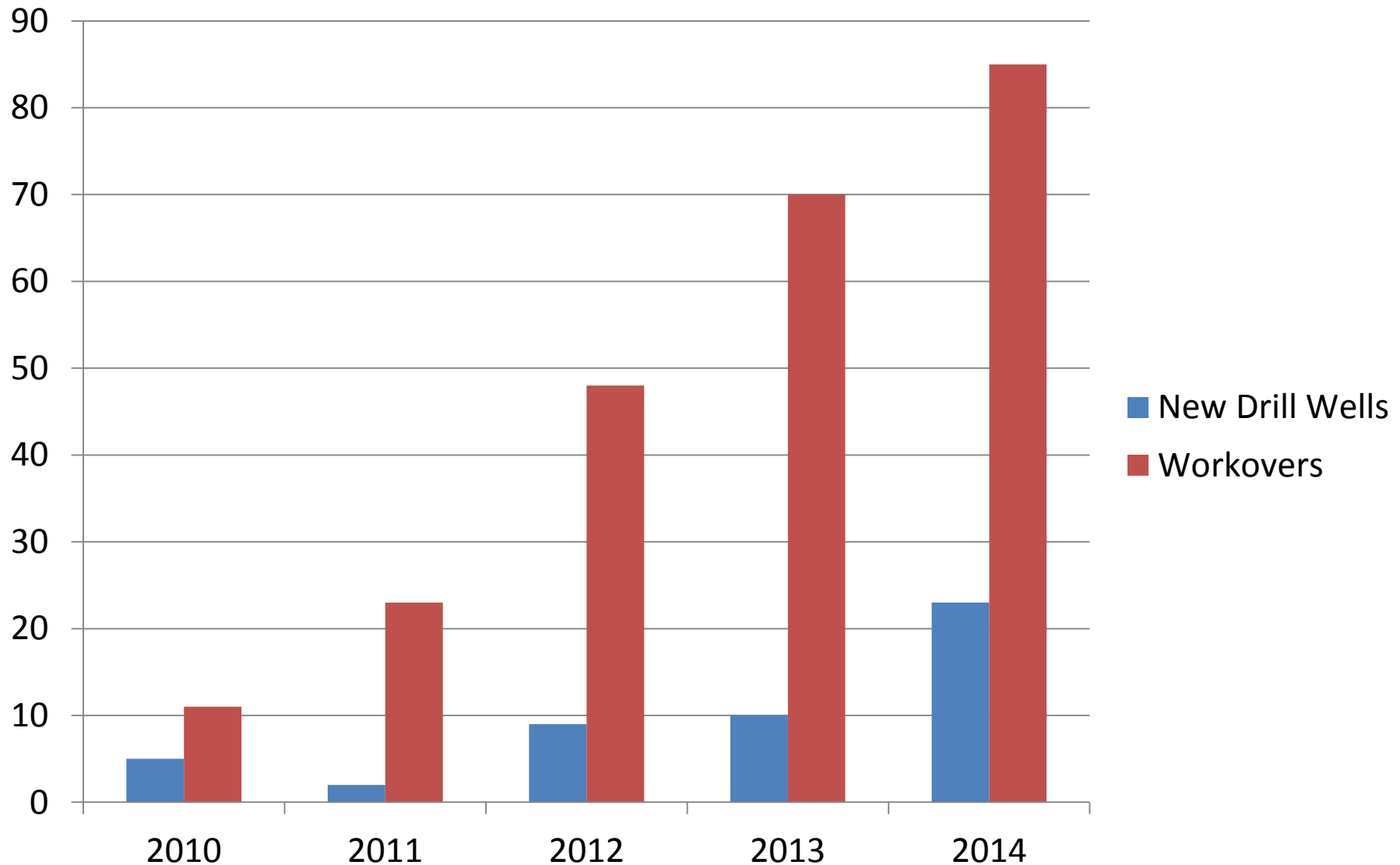
January 2012 – Paid 100 vendors

July 2014 – Paid 300 vendors





Cook Inlet: Increased Field Activity





Hilcorp on the North Slope

MILNE POINT

50% of BP's interest
Hilcorp operated

NORTHSTAR

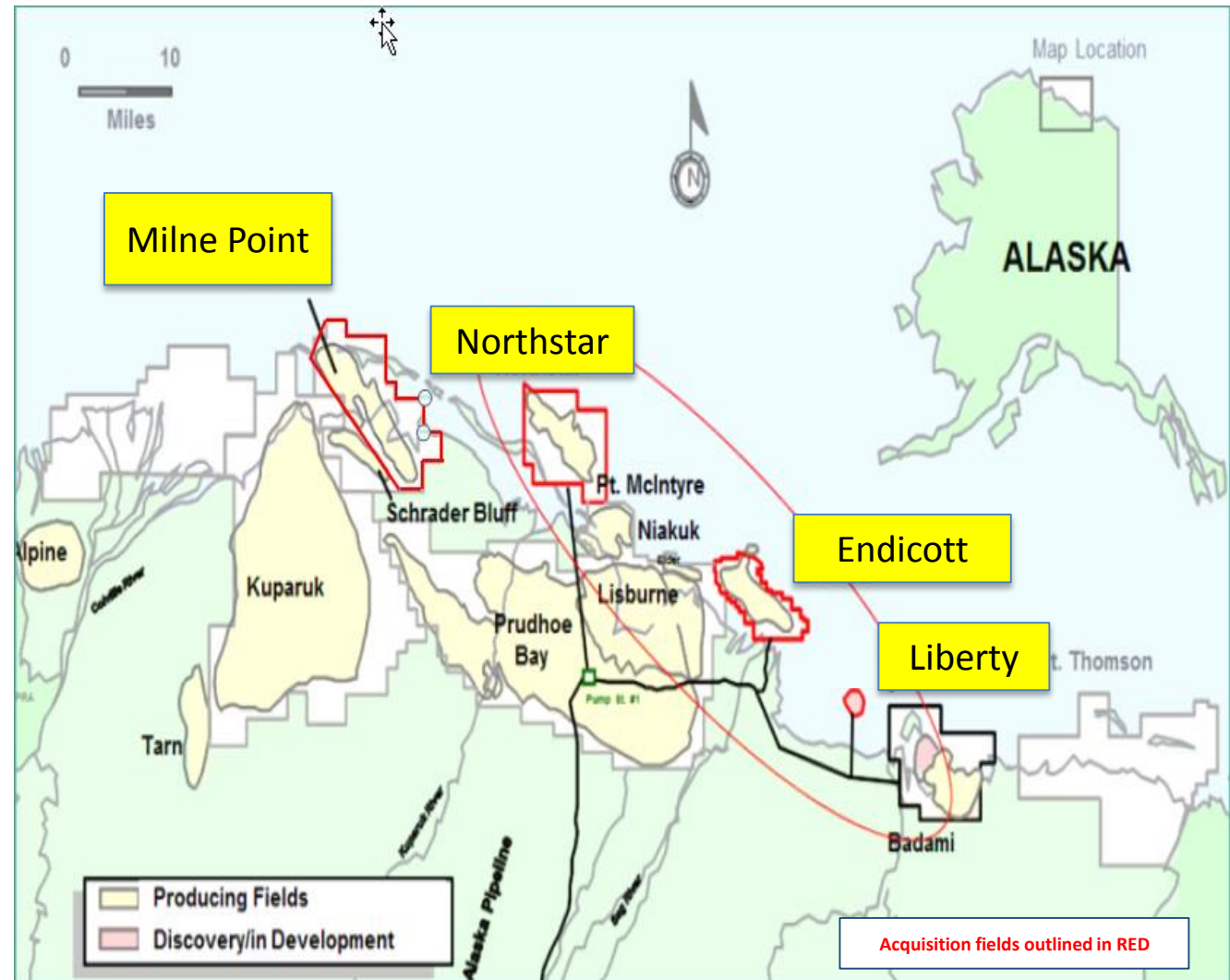
100% of BP's interest
Hilcorp operated

ENDICOTT

100% of BP's interest
Hilcorp operated

LIBERTY DEVELOPMENT

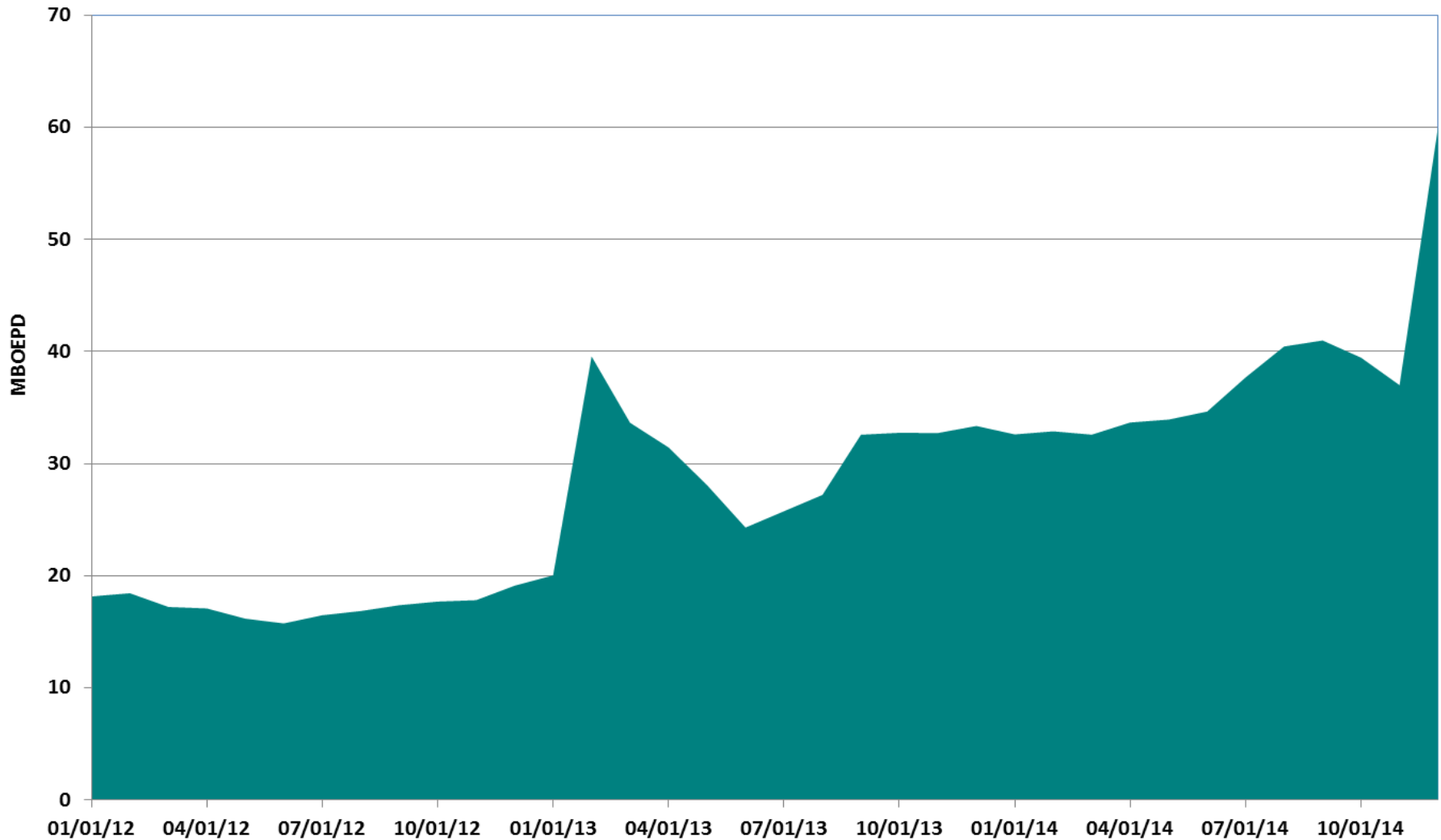
Operatorship and 50%
of BP's interest.
Advancement of
Liberty development
subject to regulatory
approval





Hilcorp Alaska Track Record

Production (MBOEPD)





Trading Bay Field





Trading Bay Production

OUR GOALS

Reworking existing wells to increase production

Improve and maintain infrastructure

Drill more wells

Book more reserves

THE BENEFITS

Extend the life of existing fields

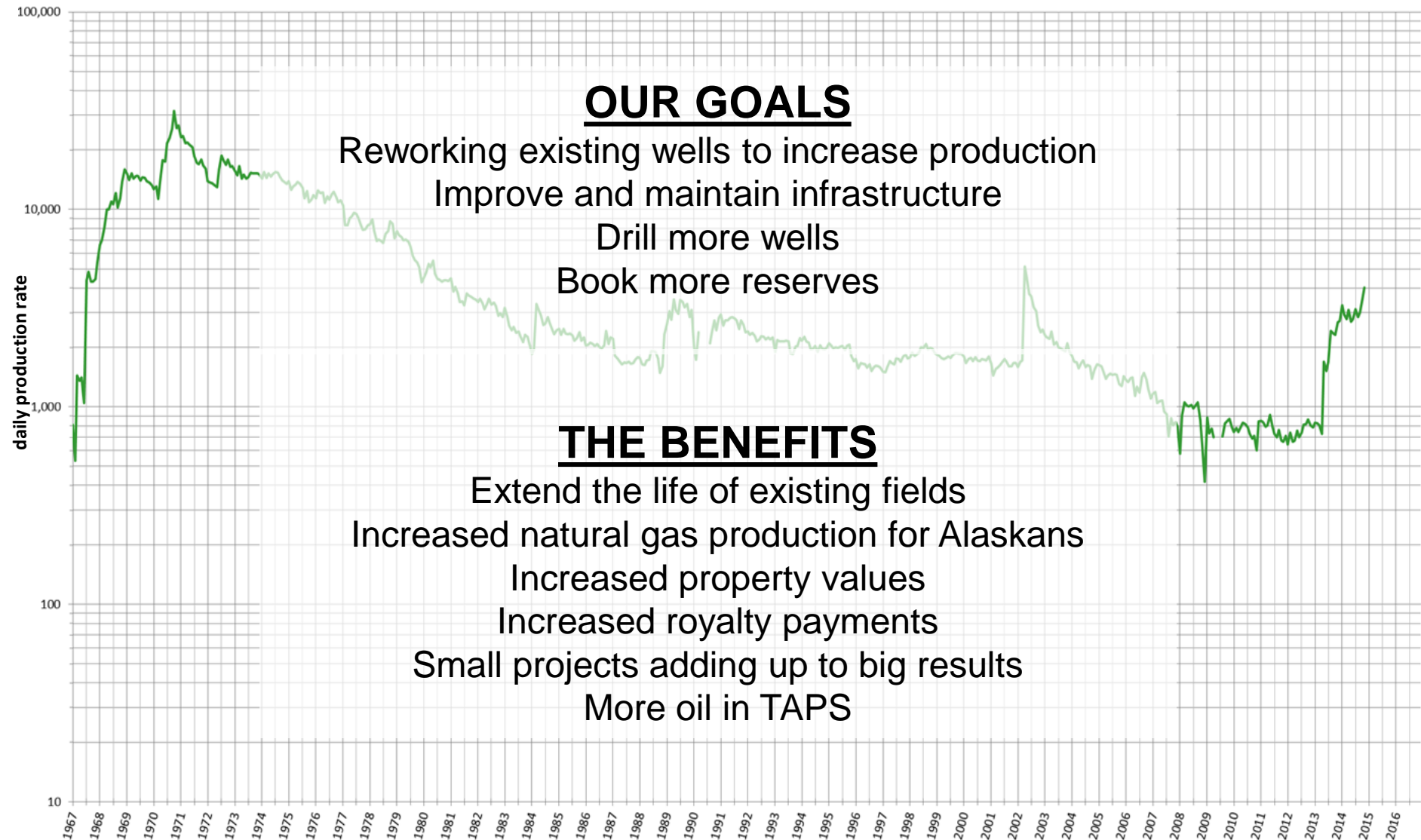
Increased natural gas production for Alaskans

Increased property values

Increased royalty payments

Small projects adding up to big results

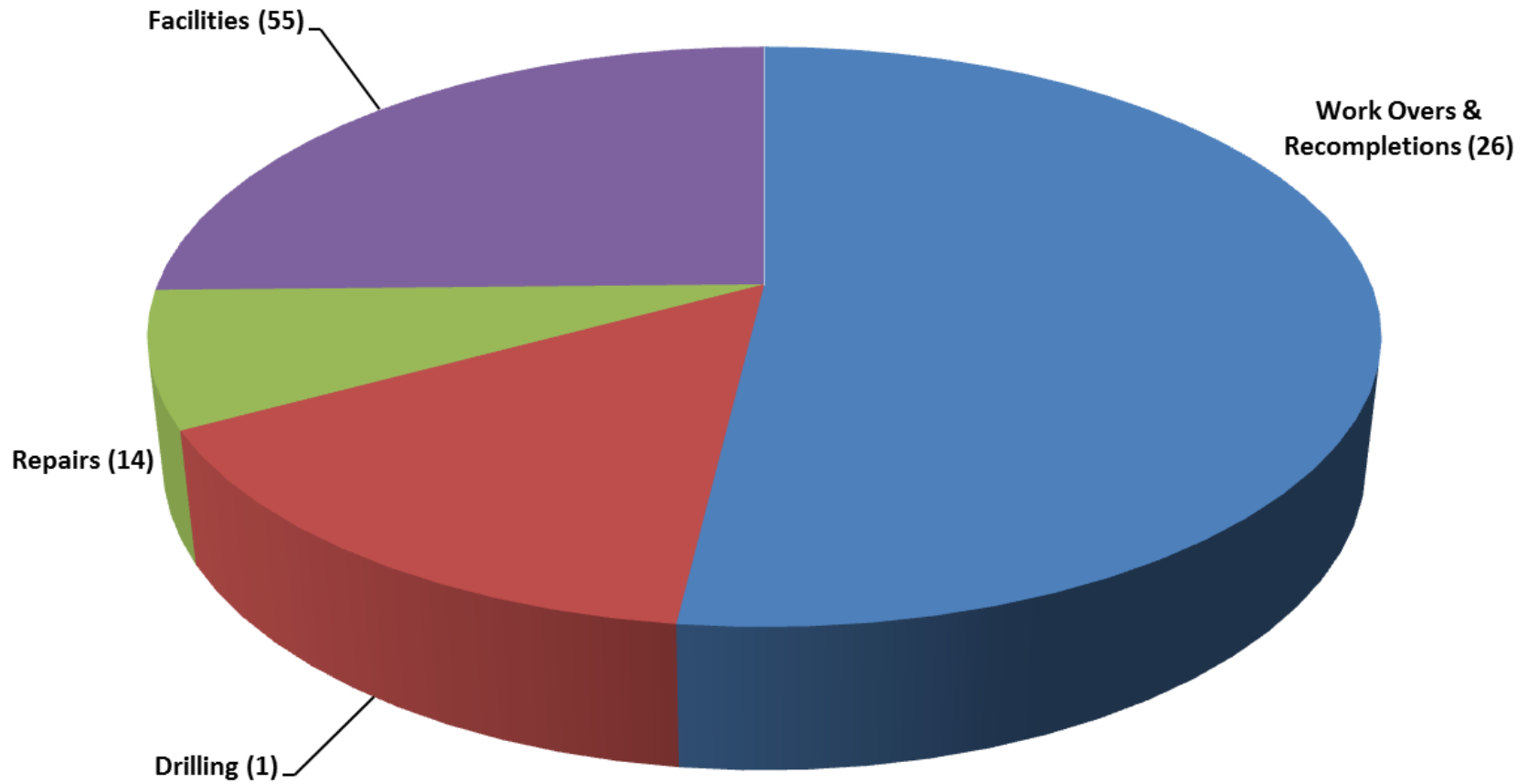
More oil in TAPS





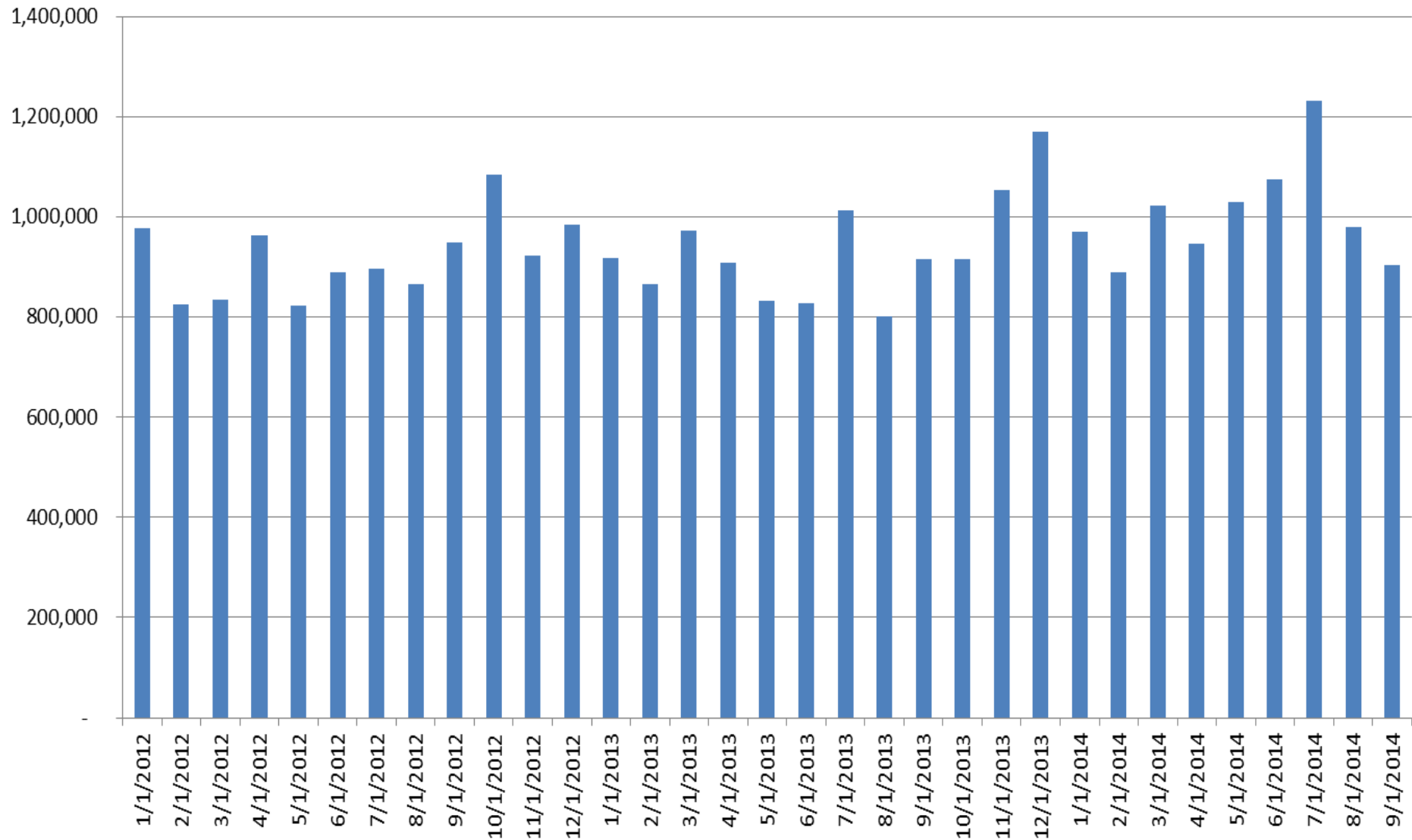
2012 – 2014 Trading Bay Investments

Total Trading Bay Investments \$73 MM



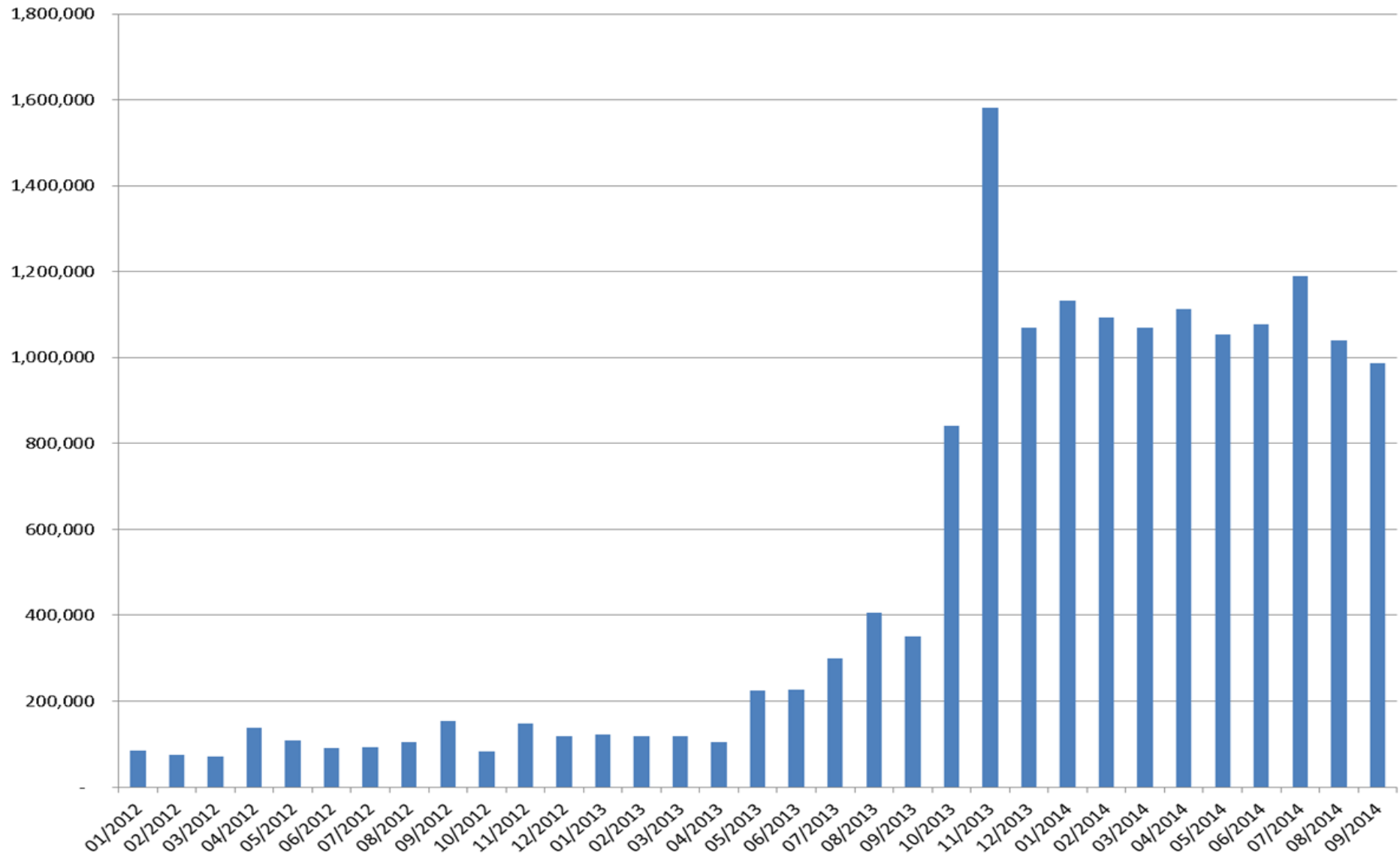


2012 – 2014 Trading Bay Operating Expense





Trading Bay Royalties 2012 - 2014





Hilcorp Alaska Workforce

Year End 2012

255 Employees

96% Alaska Residents

Year End 2013

316 Employees

97% Alaska Residents

Year End 2014

505 Employees

88% Alaska Residents





Thank You!

