



## **Notice of Plan Administrator Name Change**

Please note that the administrator for this plan is now Computershare Trust Company, N.A. Computershare Shareholder Services, Inc. acts as service agent to Computershare Trust Company, N.A. under the plan.

The terms and conditions of this plan remain in force. To contact the plan administrator or view online information about this plan, please visit [www.computershare.com/equiserve](http://www.computershare.com/equiserve). Check this website often for exciting new features and services. You may continue to call or to write to the plan administrator as described in the accompanying documentation.

**Please retain this notice for future reference**

**Notice of Amendment to All Direct Stock Purchase and  
Dividend Reinvestment Plans Sponsored by  
EquiServe Trust Company, N.A. (the "Plan")**

The enclosed Plan document may include information stating that when sending in a stock certificate for deposit and safekeeping under the Plan, you should insure your package for 2% of the market value of the shares and send it by registered or certified mail. This recommendation was based on the surety premium then in effect of 2% to replace lost certificates, should they become lost in transit to EquiServe. This rate may no longer be the applicable rate. Generally, the cost to replace certificates includes a surety premium of 3% of the market value of the shares, plus a processing fee. EquiServe still recommends that you send your certificate by registered, certified, or some other form of traceable mail.

EQS SURETY (4/04)



**The  
DirectSERVICE™  
Investment Program**

**For Shareholders  
of**

**Southwestern Energy Company**

**Shareholder Information Brochure**

**Program Originated and Administered by  
First Chicago Trust Company, a division of EquiServe**

**The DirectSERVICE™ Investment Program**

First Chicago Trust Company of New York, a division of EquiServe ("EquiServe") is pleased to announce the DirectSERVICE Investment

Program ("Program") for current shareholders. First time investors in Southwestern Energy Company ("Southwestern Energy") Common Stock can also participate. This Program provides you with an alternative to traditional retail brokerage methods of purchasing, holding and selling Southwestern Energy Common Stock. The Program offers a variety of flexible services to aid in managing your investment.

**Key features of the Program include the following:**

- Shareholders of record are automatically enrolled in the Program.
- New shareholders can open an account with as little as \$250 (either as an initial lump sum purchase by check, or ten consecutive purchases of at least \$25 through our Automatic Investment Feature).
- Employees of Southwestern Energy can participate in the Program through payroll deductions. The initial purchase amount of \$250 is waived for Employees participating through the payroll deduction feature.
- You buy shares in whole dollar amounts rather than a specified quantity of shares.
- You can build your investment over time by making additional purchases periodically. The investment amount can be automatically deducted from your bank account (minimum \$25 per transaction) or you can send it in by mail (the minimum investment by check is \$25).
- You can reinvest dividends in full or in part or receive cash dividend payments by check.
- You can deposit your stock certificates for safekeeping or you can request a certificate for whole shares from your Program account at any time. In either case, there is no cost to you.
- You can sell any book-entry shares on deposit in your account through the Program.
- You can establish a line of credit backed by Southwestern Energy Common Stock held in your account.
- You can transfer shares or make gifts of Southwestern Energy Common Stock at no cost to you.

*EquiServe is the sponsor, processing agent and administrator for the Program. The Program is not sponsored or administered by Southwestern Energy. Securities held in custody by EquiServe are not subject to protection under the Securities Investor Protection Act.*

## **HOW THE PROGRAM WORKS**

The Program provides you with an additional alternative to traditional

methods of buying, holding and selling Southwestern Energy Common Stock. The Program is governed by the terms and conditions contained in this brochure.

You can purchase and sell shares directly through the Program rather than dealing with a broker. However, you can sell your shares through a broker if you wish, subject to commissions and fees you negotiate with your broker. When selling through a broker, you must arrange for delivery of your shares.

### **Eligibility**

Shareholders holding stock certificates are automatically enrolled in the Program.

Shareholders holding shares with a broker can participate by instructing the broker to transfer the shares through the Direct Registration System. You simply instruct your broker to conduct a Withdrawal-by-Transfer request specifying a Statement ("S") transaction. Once your broker transfers your shares into your name electronically, your Direct Registration account is automatically set-up and you can participate in the Program, even if you choose not to participate in dividend reinvestment.

Employees of Southwestern Energy are eligible to participate in the Program as regular shareholders or through payroll deductions. Employees participating through payroll deduction will have the initial investment minimum of \$250 and initial transaction fee of \$10 waived. The minimum payroll system deduction is \$25 a month. Each investment by payroll deduction will incur a transaction processing fee of \$2 plus any applicable brokerage commission.

Investors who are not shareholders can participate in the Program by reading this brochure, completing the simple Initial Investment Form and sending it to EquiServe with your purchase amount of at least \$250.

EquiServe will waive the \$250 minimum initial investment for first-time investors choosing to make their initial purchase and subsequent ongoing purchases through the automatic investment feature. Using this feature, new investors can purchase shares on a regular monthly basis by authorizing automatic withdrawals of \$25 per transaction for at least ten consecutive transactions from a designated bank account. Automatic withdrawals will continue indefinitely, beyond the ten month minimum, until you notify EquiServe in writing to the contrary.

Program services are available to any shareholder of record, even if you own only one share.

### **Statements and Transaction Advices**

Whenever you purchase, sell or deposit shares through the Program, you will promptly receive a statement or transaction advice with the details of the transaction.

All shares you hold or purchase through the Program are recorded in the same account. After each dividend reinvestment, you will receive a detailed statement showing the amount of the latest dividend reinvested, the purchase price per share, the number of shares purchased and your total Program book-entry shares. The statement will also show all year-to-date account activity, including purchases, sales, certificate deposits or withdrawals and dividend reinvestment. This will enable you to review your complete Program book-entry holdings at a glance.

On each quarterly statement you will find information such as how to buy or sell shares through the Program and where to call or write for additional information. In addition, you will receive a comprehensive year-end statement summarizing activity in your account for the entire year, which can be helpful for record keeping and tax purposes.

### **You Control Your Shares**

Your Program shares are recorded in electronic registration (also known as "uncertificated" or book-entry) form. Just like any certificated shares registered in your name, your electronic registration shares are your shares. You are the beneficial owner and enjoy the same shareholder benefits as when you hold certificates, without the risk of certificate theft, loss or misplacement.

You can contact EquiServe to request a certificate, transfer shares to another person or sell shares directly through the Program.

## **ACCOUNT FEATURES**

### **Additional Purchases**

If you want to make an additional share purchase, send a check or money order (minimum of \$25) payable to "EquiServe-Southwestern Energy Direct Service Program" and the transaction form (supplied with each statement) in the envelope provided. Purchase orders are processed at least once every five business days. Upon settlement, EquiServe will record your purchase and credit your account on Southwestern Energy's stock transfer books with the appropriate number of full and fractional shares. All of your money will be invested, less applicable fees and commissions. Checks drawn on a non-U.S. Bank but payable in U.S. funds can be subject to clearance delay and a service charge.

### **Automatic Investment**

Automatic investment enables you to purchase additional shares on a regular basis by authorizing EquiServe to electronically debit your checking or savings account each month (minimum of \$25 per transaction). This permits you to make regular investments, if you choose, in an amount

writing and mailing checks.

To initiate automatic investments, you must complete and sign an Authorization Form for Automatic Deductions and return it to EquiServe. Authorization forms will become effective as promptly as practicable; however, you should allow four to six weeks for your first investment to be initiated.

Once automatic deductions begin, funds will be withdrawn from your bank account on either the 1st or 15th of each month, or both (as chosen by you), or the next business day if either the 1st or the 15th is not a business day, and will normally be invested within five business days.

### **Employees of Southwestern Energy**

In addition to making purchases by check, money order or automatic investments, Employees of Southwestern Energy can participate in the program by making payroll deductions.

The minimum payroll system deduction is \$25 a month. The initial investment minimum of \$250 and the initial transaction fee of \$10 is waived. Each monthly investment by payroll deduction will incur a transaction processing fee of \$2 plus any applicable brokerage commission. Employees can cancel payroll system deductions at any time by notifying the Southwestern Energy Human Resources Department.

### **Share Certificate Deposit and Withdrawal**

You can convert certificated shares of Southwestern Energy Common Stock to uncertificated shares for credit to your account by using a brown, pre-addressed envelope (provided by EquiServe) to enclose your certificate or certificates. Envelopes can be obtained upon request to EquiServe. Place first class postage on the envelope (required by insurance) and mail it to EquiServe. When mailed in this manner, your certificate(s) are automatically insured up to a current market value of \$25,000. *Stock certificates sent to EquiServe for deposit should not be endorsed.* You will promptly receive a statement confirming each deposit. (For information about mailing certificates to EquiServe having a current market value in excess of \$25,000, contact EquiServe.)

If you do not use a brown pre-addressed envelope provided by EquiServe, certificates (unendorsed) should be sent to the address listed under "Contact" via registered mail, return receipt requested and insured for possible mail loss for 2% of the market value (minimum of \$20.00); this represents the approximate cost to you of replacing the certificates if they are lost in the mail.

Certificate withdrawal can be made by calling or writing EquiServe. A certificate for the number of full shares you specify will be mailed promptly.

There is no cost to you for certificate conversion or withdrawal services.

## **Selling Shares**

You can sell shares held through the Program in most cases by calling EquiServe at 1-800-446-2617 or by requesting a sale through the Internet at [www.equiserve.com](http://www.equiserve.com). If you prefer, mail your request using one of the transaction forms provided with each statement.

Certificated shares that are converted to uncertificated shares and credited to your account can be sold through the Program. EquiServe will make every effort to process your sale order on the day it is received, provided that instructions are received before 1:00 p.m. U.S. Eastern Time on a business day during which EquiServe and the relevant securities market are open. The proceeds of the sale, less applicable fees and commissions, will be sent to you.

## **Dividend Options**

### **Cash Dividends**

You can receive all or part of your dividends in cash. A check will be mailed to you on the dividend payment date.

### **Dividend Reinvestment**

You can reinvest all or part of your dividends in additional Southwestern Energy shares by notifying EquiServe in writing or by using an Enrollment Authorization Form obtainable from EquiServe.

## **Stock Secured Line of Credit Program**

This loan program offers you the opportunity to borrow against the value of your Southwestern Energy Common Stock held by you in your account. Through the Stock Secured Line of Credit Program, you can be eligible for a line of credit up to 75% of the value of the stock held in your account in amounts ranging from a minimum of \$3,000 to a maximum of \$100,000. Please request Program information and material from the Program Administrator at 1-800-334-2448.

## **Gift Transfers**

You can give shares to others directly without requiring the issuance of stock certificates. After the transfer is complete, the recipient will receive an account statement showing the transfer of those shares. At your request, EquiServe will send you a non-negotiable gift certificate you can present to the recipient.

## **Customer Service**

You will receive all dividends, proxies and other materials Southwestern Energy periodically distributes, including annual reports and other shareholder information.

Shareholder customer service is available by calling **1-800-446-2617** or **1-781-575-2723**.

An automated voice response system is available 24 hours a day, 7 days a week. Customer service representatives are available from 8:30 a.m. to 7:00 p.m. Eastern Time each business day.

You can obtain information about your Southwestern Energy account via the Internet on EquiServe's web site [www.equiserve.com](http://www.equiserve.com). You can access your share balance, sell shares, request a stock certificate, obtain on-line forms and other information about your account. To gain access, you will require a password which will be sent to you in quarterly mailings, or you can request your password by calling 1-888-THEWEB7 (1-888-843-9327).

## **QUESTIONS AND ANSWERS**

### **1. Who is eligible to participate in the Program?**

Almost everybody is eligible. Even if you do not currently own shares, you are eligible to participate in the Program. Current shareholders of record are automatically enrolled in the Program and may start to use Program services immediately. Program services are available to any shareholder of record, even if you own only one share.

Employees of Southwestern Energy may participate as regular shareholders if they already are a shareholder or take advantage of automatic payroll deductions. For participants through payroll deductions, the initial investment minimum of \$250 and initial transaction of \$10 will be waived. The minimum payroll system deduction is \$25 a month.

Persons not presently owning shares can become participants by making an initial cash investment of at least \$250 to purchase shares under the Program. EquiServe will waive the \$250 minimum initial investment for first-time investors choosing to make their initial purchase and subsequent ongoing purchases through the automatic investment feature. Using this feature, new investors may purchase shares on a regular monthly basis by authorizing automatic withdrawals of \$25 per transaction for at least ten consecutive transactions from a designated U.S. bank account. Automatic withdrawals will continue indefinitely, beyond the ten

month minimum, until you notify EquiServe in writing to the contrary.

Regulations in certain countries, however, may limit or prohibit participation in this type of Program. Therefore, persons residing outside the United States who wish to participate in the Program should first determine whether they are subject to any governmental regulation prohibiting their participation. See "Terms and Conditions" for limitations.

## **2. Why would I choose to use the services provided in the Program?**

The Program is designed for individuals who make their own investment decisions and have a particular interest in Southwestern Energy Common Stock. Participation enables you to use the automatic dividend reinvestment feature to acquire additional shares of Southwestern Energy Common Stock.

This Program offers an alternative to purchasing, holding or selling shares through brokers, allowing you to conduct these transactions directly through the Program. Program transaction fees are generally less than traditional brokerage fees and commissions.

## **3. How do I get started in the Program?**

Getting started is simple.

For investors who are not currently Southwestern Energy shareholders, carefully read this brochure. Complete and sign an Initial Investment Form. New investors can make an initial purchase by check or money order with as little as \$250 or by authorizing automatic withdrawals of \$25 per transaction for at least ten consecutive transactions from a designated U.S. bank account. Send the form and your check or money order to EquiServe. EquiServe will promptly purchase a number of full and fractional shares with your initial investment and will then record your share ownership on Southwestern Energy's stock transfer books.

If you are already a shareholder, you can participate in several ways. You can 1) send your stock certificates to EquiServe for conversion to uncertificated form and credit to your account, 2) send a check to purchase additional shares (\$25 minimum), 3) sign

up for automatic withdrawals, 4) reinvest the dividends from some or all of your shares, even shares you hold in certificate form, and 5) transfer shares from your brokerage account to EquiServe through the Direct Registration System.

Shareholders wishing to purchase additional shares can do so at any time. Use the enclosed envelope to send in the transaction form (attached to every statement you receive) and your check or money order for your purchase. EquiServe will purchase the number of full and fractional shares your investment will buy and record them in your name on Southwestern Energy's stock transfer books.

If you hold Southwestern Energy shares through a broker, you may participate by:

- a. instructing your broker to transfer your shares into your own name through the Direct Registration System or
- b. making an initial purchase through the Program.

Employees can enroll and participate through the payroll deduction system. A payroll deduction form must be signed and completed with the whole dollar amount to be deducted (\$25 minimum per month). Form(s) to enroll, change or cancel payroll deductions can be obtained by contacting:

Southwestern Energy Company  
Attn: Human Resources Department  
P.O. Box 13408  
Fayetteville, AR 72703-1004  
(501) 521-1141

**4. Do I pay any fee or service charge for my use of the Program?**

There are fees associated with certain optional services. See the list of Program fees at the end of this brochure for more information on transaction fees. Shareholders of record are not charged for enrolling in or terminating participating in the Program, and there is no charge for converting certificates to uncertificated shares or for withdrawing certificates.

**5. What if I want to buy additional shares or sell what I have?**

Contact EquiServe. Your purchase transaction will be processed promptly and, in most cases, not later than five business days after it is received. Sale transactions are generally processed the day it is received. You also can purchase or sell Southwestern Energy shares

through a broker.

**6. How will I keep track of my Program investments?**

You will receive an advice confirming the details of each transaction you make. Quarterly statements will show any dividends reinvested, as well as all year-to-date activity in your Program account. Finally, at year-end you will receive a statement showing all transactions for the year.

**7. What are the U.S. income tax consequences of participation in the Program?**

You are responsible for any income taxes payable on your dividends, regardless of whether your dividends are paid in cash or reinvested, or both. As with all tax matters, you should contact your tax consultant for advice.

**8. To whom do I talk if I have questions about my account?**

An EquiServe customer service representative will be able to assist you at **1-800-446-2617**. You may use the automated voice response system at EquiServe 24 hours a day, 7 days a week to obtain information regarding your account. You may also access information directly over the Internet at [www.equiserve.com](http://www.equiserve.com).

## **TERMS AND CONDITIONS**

1. The Program Administrator and Transfer Agent, First Chicago Trust Company of New York ("EquiServe"), as agent for each holder ("Service User") of Southwestern Energy Company Common Stock ("Southwestern Energy") participating in the DirectSERVICE Investment Program ("Program"), will in accordance with each Service User's authorization, including any instruction necessary to EquiServe Inc., Service Agent:
  - a. accept certificates for conversion into uncertificated shares and credit to the registered owner's account on the records of Southwestern Energy;
  - b. apply all cash contributions received from an eligible Service User, less any fees and commissions, to the purchase of full and fractional shares (to three decimal places) of Southwestern Energy Common Stock for the Service User's account;
  - c. either:
    - i. pay the Service User any cash dividends payable on all or part of the shares of Southwestern Energy Common Stock now or hereafter registered in the Service User's name and on all or part of the full shares of stock held by EquiServe for the Service User's account, or
    - ii. apply all or part of any cash dividends payable to the Service User, less any fees and commissions, to the purchase of additional full and fractional shares and

- d. accept orders to sell shares in accordance with the Program.
2. For the purpose of making purchases, EquiServe can combine each Service User's funds (dividends and cash contributions) with those of all other Service Users. EquiServe will deposit such funds promptly following receipt in an account maintained at The First National Bank of Chicago ("First National"), an affiliate of EquiServe. EquiServe will make every effort to invest cash contributions it receives promptly, but in no event later than five business days after the cash contributions are received (except where deferral is necessary under applicable federal or state laws or regulations). Dividends will be reinvested promptly following receipt by EquiServe, but in no event later than 30 days after receipt (except where deferral is necessary under applicable federal or state laws or regulations).

The price per share of stock purchased for each account, whether purchased with cash contributions or dividends, or both, shall be the weighted average price of all shares purchased by EquiServe's broker for each aggregate order placed by EquiServe.

The Transfer Agent will record in uncertificated form in your account, all shares of stock purchased for Service Users and will establish and maintain the Program account records that reflect activity in each Service User's account.

3. A Service User can sell (or can obtain a certificate or certificates for) all or part of the full shares of stock credited to his or her account at any time, upon request. Requests can be made in writing or by telephone. For security reasons, telephone transactions will be recorded. All sale instructions received by EquiServe will be processed promptly thereafter and in no event later than five business days after the date on which the order is received (except where deferral is necessary under applicable federal or state laws or regulations). EquiServe will send the Service User a check for the proceeds of the sale less applicable service fee and brokerage commission. If a Service User requests a certificate for all shares credited to his or her account, a certificate will be issued for the full shares and a cash payment will be made for any fractional share based upon the then current market price less any service fee and brokerage commission.

In every case, the price to each selling Service User shall be the weighted average sale price obtained by EquiServe's broker for each aggregate order placed by EquiServe. To maximize cost savings, EquiServe will make every effort to sell shares in round lot transactions. For this purpose, it can combine each selling Service User's shares with those of other Service Users.

4. EquiServe will cause its broker to effect purchases and sales on any securities exchange where such shares are traded, in the over-the-counter market, or by negotiated transactions, subject to such terms with respect to price, delivery, etc., as EquiServe may agree.

No interest will be paid on any cash received by EquiServe and held for EquiServe at its affiliate, First National, pending investment. No Service User shall have any authority or power to direct the time or price at which shares can be purchased (or sold), or to select the broker or dealer through or from whom purchases (or sales) are to be made. EquiServe will return any cash contribution on request of the Service User, provided EquiServe receives the Service User's telephone or written cancellation of its purchase instruction not less than 48 hours before the purchase transaction is to take place. The Service User will be charged

a fee for returned checks and failed automatic deductions due to insufficient funds.

For processing certain purchase and sale instructions submitted by a Service User, EquiServe will receive compensation according to the fee schedule quoted in this Shareholder Information Brochure or in subsequent notices of fee changes. Fees are subject to change at any time, in accordance with Paragraph 12 of these Terms and Conditions, upon written notification to Service Users.

5. EquiServe provides insurance coverage on certificates mailed by shareholders to EquiServe for safekeeping in Program accounts in certain instances as described below. To be eligible for certificate mailing insurance, certificates must be mailed in brown, pre-addressed return envelopes supplied by EquiServe. Certificates mailed in this manner will be insured for up to \$25,000 current market value provided they are mailed first class. Certificates sent to EquiServe should not be endorsed. EquiServe will promptly send the Service User a statement confirming each deposit of certificates. EquiServe must be notified of any lost certificate claim within thirty (30) calendar days of the date the certificates were mailed. To submit a claim, a shareholder must be a current Service User or the shareholder's loss must be incurred in connection with becoming a Service User. In the latter case, the claimant must enroll in the Program at the time the insurance claim is processed. The maximum insurance protection provided to the Service User is \$25,000 and coverage is available only when the certificates are sent to EquiServe in accordance with the guidelines described above.

Insurance covers the replacement of shares of stock, but in no way protects against any loss resulting from fluctuations in the value of such shares from the time the shareholder mails the certificates until such time as replacement can be effected.

6. If a Service User has requested EquiServe to reinvest dividends, the Service User can instruct EquiServe by telephone or in writing to discontinue reinvestment at any time. Employees can start payroll deductions, change payroll deduction amounts or stop payroll deductions by contacting the Southwestern Energy Human Resources Department. To be effective for a given dividend payment, EquiServe must receive notice before the record date for that dividend. In addition, at any time, EquiServe may, for any reason in its sole discretion, discontinue a Service User's participation in the Program with respect to the purchase of shares through reinvestment of dividends and cash contributions immediately upon mailing a notice to the Service User at the Service User's address of record on Southwestern Energy's stock transfer books as maintained by EquiServe. Upon issuing such notice, EquiServe will promptly refund any cash contributions held pending investment. EquiServe will continue to hold the Service User's shares in book-entry form unless the Service User requests a certificate for any full share(s) and a check for any fractional share. The Service User can also request the sale of all or part of any such shares upon request to EquiServe. EquiServe will send the Service User a check for the proceeds of the sale less applicable service fee and brokerage commission.
7. At any time, EquiServe may, for any reason in its sole discretion, refuse to execute any Service User's transaction requested via telephone, internet or facsimile and in its place require written confirmation of such a transaction request.
8. In the event a notice to discontinue reinvestment of dividends is received or

issued pursuant to Paragraph 6 on or after a dividend record date for an account whose dividends are to be reinvested, EquiServe in its sole discretion may either pay such dividend in cash or reinvest it in shares on behalf of the Service User. In the event reinvestment is made, EquiServe may sell the shares purchased and remit the proceeds to the Service User less any fee and any brokerage commission.

9. Although EquiServe will reinvest dividends upon the Service User's request, the Service User remains responsible for any income taxes payable on such dividends. Dividends paid to EquiServe on behalf of a Service User, and the amount of any brokerage commissions paid on behalf of a Service User by Southwestern Energy, will be reported on Form 1099DIV to the Internal Revenue Service, a copy of which will be sent to each such Service User.
10. A Service User will have the sole right to vote full shares held for his or her account by EquiServe through the Program.
11. Any stock dividend or split shares of stock distributed on shares held by both EquiServe for a Service User and a Service User will be credited to the Service User's account, provided that such stock is of the same type, class and series as the stock held under the Program. In the event that rights are made available to subscribe to additional shares, debentures or other securities, the full shares held for a Service User under the Program may be combined with other shares of the same class of stock registered in the name of the Service User for purposes of calculating the number of rights to be issued to such Service User.
12. EquiServe shall not be liable in connection with its operation of the Program for any act done in good faith or for any good faith omission to act including, without limitation, any claims for liability (1) arising out of failure to cease reinvestment of dividends for a Service User's account under the Program upon the Service User's death prior to receipt of written notice of death from an appropriate fiduciary, and (2) with respect to the prices or times at which shares are purchased or sold for any Service User's account. EquiServe will have no responsibility for the market value of shares maintained on behalf of a Service User.

EquiServe reserves the right to amend or modify the provisions of this agreement at any time by mailing a copy of such amendment or modification (that can be included with periodic Southwestern Energy mailings to shareholders) to the Service User. Such amendments or modifications become effective thirty (30) days after the mailing, unless a different time period is required by law.

13. The Tax Equity and Fiscal Responsibility Act of 1982 imposes certain reporting obligations upon brokers and other middlemen. As a result, EquiServe is required to report to the Internal Revenue Service and the Service User any sale of shares effected on behalf of a Service User.
14. EquiServe may, in its sole discretion, use a broker-dealer affiliated with EquiServe to execute purchase or sale transactions. In that event, the Service User should recognize that brokerage commissions assessed in connection with those transactions will be paid to EquiServe's affiliate.
15. Neither EquiServe nor Southwestern Energy provides advice or makes recommendations with respect to Southwestern Energy Common Stock or any purchase or sale transaction initiated by a Service User. Any decision to purchase or sell Southwestern Energy Common Stock must be made by the individual Service User based upon his or her own research and independent judgment.
16. EquiServe is a limited purpose trust company chartered under the laws of the State of New York and is a transfer agent registered with the Board of Governors of the Federal Reserve System pursuant to Section 17A of the Securities Exchange Act of 1934. The Program accounts and securities are not insured by

the Federal Deposit Insurance Corporation, the Securities Investor Protection Corporation, or similar agency.

17. The Program and the agency agreement between EquiServe and each Service User, including these Terms and Conditions, shall be governed by the laws of the State of New York. The signing and mailing of the Initial Investment Form or the Enrollment Authorization Form or the initiation of a transaction, including a certificate deposit, through the Program shall constitute an offer by an individual investor or shareholder to establish a principal-agency relationship with EquiServe. Acceptance shall occur in the offices of EquiServe upon receipt by EquiServe of such forms or requests.
18. The Program is not designed for use by institutional investors or financial intermediaries.

## **The DirectSERVICE™ Investment Program For Shareholders of Southwestern Energy Company**

### **Minimum/Maximum Investments, Fees and Commissions**

- The minimum initial investment by a new investor is \$250 by check or money order, or \$25 through the automatic investment feature with a minimum of 10 consecutive purchases.
- The minimum for additional investments by check or money order is \$25.
- The minimum for additional investments using the automatic investment feature is \$25 per transaction.
- Additional investments, including automatic investments, are subject to a maximum annual amount of \$120,000 per calendar year.

### **Administrative Services Paid by Southwestern Energy**

- Certificate conversion/safekeeping
- Issuance of stock certificates
- Share transfers and gifts, by stock certificates or Program book-entry shares
- Payment of dividends by check

### **Fees and Commissions**

**Initial Investments**-An initial investment will entail a transaction processing fee of \$10, plus any applicable brokerage commission.

**Additional Investments**-Each additional investment by

check or money order will entail a transaction processing fee of \$5, plus any applicable brokerage commission.

**Automatic Investments**-Each automatic investment will entail an ACH transaction processing fee of \$2, plus any applicable brokerage commission.

**Employees Participating Through Payroll Deductions**-The initial investment minimum of \$25 and initial transaction processing fee of \$10 is waived. Each monthly investment by payroll deductions will incur a transaction processing fee of \$2, plus any applicable brokerage commission.

**Reinvestment of Dividends**-Each dividend reinvestment will entail a transaction processing fee of 5% of the amount reinvested, up to a maximum of \$3, plus any applicable brokerage commission.

*Transaction processing fees will be deducted from the purchase amount.*

**Sale of Shares**-Each sale of shares will entail a transaction processing fee of \$10, plus a brokerage commission, which will be deducted from the proceeds derived from the sale.

*Brokerage commissions are currently 3 cents per share for purchases and 12 cents per share for sales.*

**Stock Secured Line of Credit Program**--\$35 fee, plus applicable interest charges.

## Contact

**All correspondence and inquiries concerning the Program should be directed to:**

The DirectSERVICE Investment Program  
c/o EquiServe  
P.O. Box 43081  
Providence, RI 02940-3081

Be sure to include a reference to Southwestern Energy in your correspondence.

### Telephone

**Shareholder customer service, including sale of shares:**

**1-800-446-2617 (Inside the United States and Canada)**

**1-781-575-2723 (Outside the United States and Canada)**

An automated voice response system is available 24 hours a day, 7 days a week.

**Customer service representatives** are available from 9:00 a.m. to 5:00 p.m. Eastern Time each business day.

**Employees of Southwestern Energy** requesting Program material should contact the Human Resources Department at 1-501-521-1141.

**TDD: 1-800-952-9245** Telecommunications device is available for the hearing impaired.

**Foreign Language Translation Service** for more than 140 foreign languages is available.

For an application and/or information concerning a **Stock Secured Line of Credit**, call 1-800-334-2448.

### **Internet**

You can obtain information about your Southwestern Energy account over the Internet. To gain access you will require a password which is sent to you by mail. You may also request your password by calling 1-888-446-2617.

Messages forwarded on the Internet will be responded to within one business day. The EquiServe Internet address is "[www.equiserve.com](http://www.equiserve.com)".