Virgin Reservoir Pressure in the Morrow Formation was Approximately 7000#

Initial Well State WEX #1 Sec 15 6.4 BCF 1967 80% of Reserves in ~ 7 Years **Good Reservoir, Good Rates**

Communication No North South State W E L Com #1 2.9 BCF Sec 10 Pressure Data Shows No Communication With WEK1 **Production Characteristics Much Lower** 7080# Initial BHP DST

East West Communication PQ Osudo State Com #1 State WEK #1 Sec 15-16 POD P Q Osudo 1 came in Lower Pressure, Dropped to W E K 1 profile Development of the East West Reservoir Shows Evidence of Pressure

Communication East West **Hunger Buster** Osudo State 9 Com (1) KF State 4 1 Came in with lower than virgin reservoir pressure

CC State #1 WEL Com #2 WEL Com #1 CC 3 State #1 and Wel Com #1 Apache dryhole negates North South Communication between

and the Published Literature Reservoir Pressure Data Supports CHK's Geological Interpretation

No North South Communication

BEFORE THE
OIL CONSERVATION DIVISION
Case # 13492&13493 Exhibit No.

Case # 13492&13493 Exhibit No. 40
Submitted By:
Chesapeake Inc.
Hearing Date: August 22, 2005