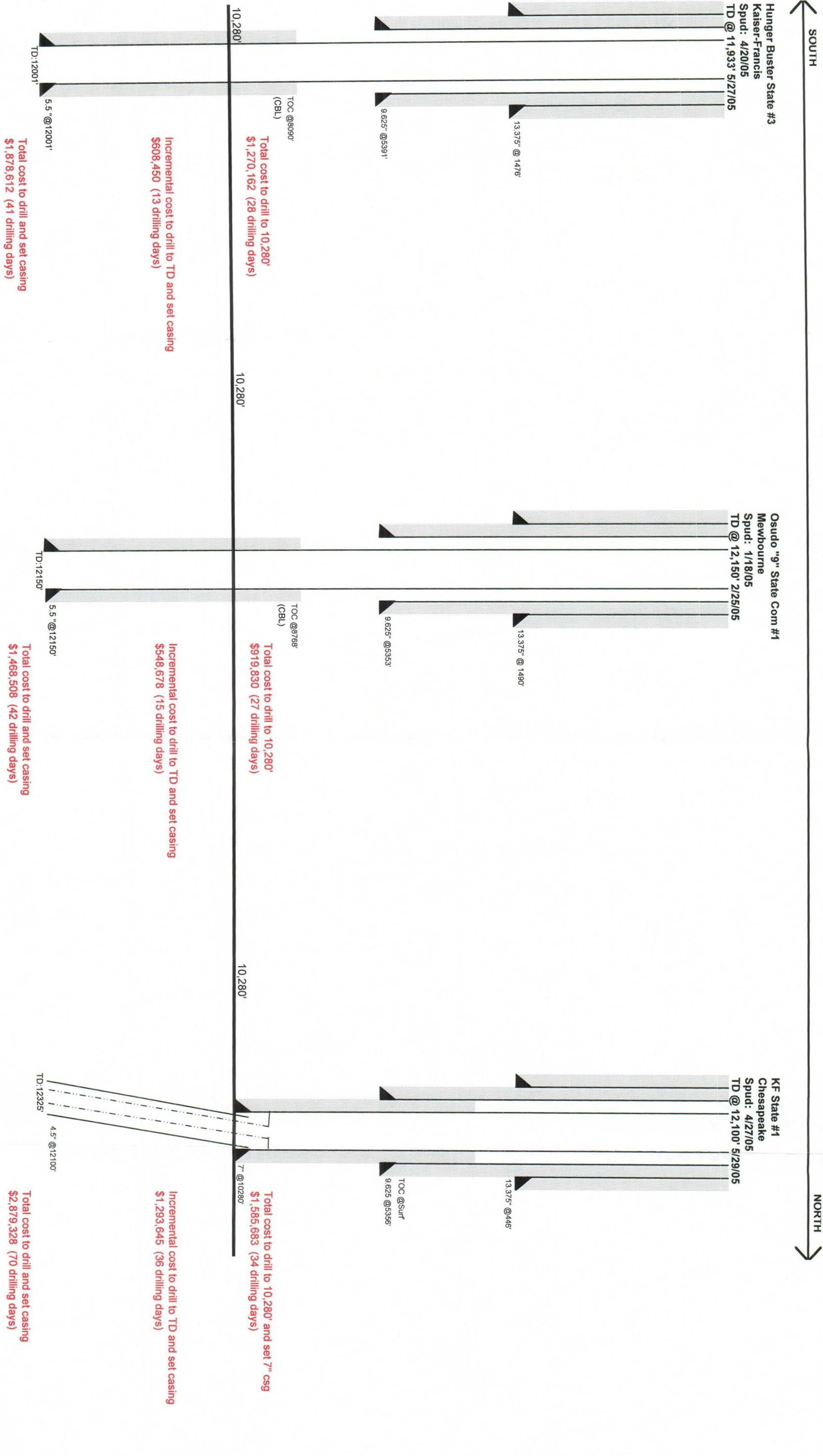


Cost Comparison For Recent Drilling in Osudo (Morrow Area)
8/17/2005



Since the CHK operated KF State -4- No. 1 did not require deviation, the cost to casing point should have been:

\$1,585,683 (CHK's cost to 10,280')
578,564 (Average of incremental cost to casing point for HB #3 and Osudo Sl. #1)

\$2,164,247 Reasonable cost to drill and set casing on the KF State -4- #1