KEVIN O. BUTLER

P.03 1 - 16 - 38

CHESAPEAKE OPERATING, INC.

P.O. BOX 18456 OKLAHOMACTTY, OKLAHOMA 73154-0490 405/879-9560 FAX

December 9, 1997

VIA FACSIMILE (916) 887-5725

Mr. Kevin Buller Kevin Buller & Associates 500 West Texas Ave., Ste. 955 Micliand, Texas 79701

Re: Waiver of Unorthodox Location Chesepeake's Lorena 1-1 well 2,927' FSL and 1,104' FEL Section 1-T16S-R38E Lea County, New Mexico

Dear Kevin:

Chesapeake requests your waiver to protest our Lorena 1-1 well location which is 2,927' FSL and 1,104' FEL Section 1-T16S-R36E, Los County, New Mexico. For your timely waiver, Chesapeake is willing to provide you with well information from the subject well. Should you have any questions or concerns regarding this matter, please give me a call.

Most sincarely,

Mile Hezie

WAIVER TO PROTEST AGREED TO AND ACCEPTED this 9 day of December, 1997. LAND DEPARTMENT MIKE HAZUP, CPL LANDMAN

.