



Greater San Antonio Chamber of Commerce – Energy & Sustainability Committee

February 17, 2012

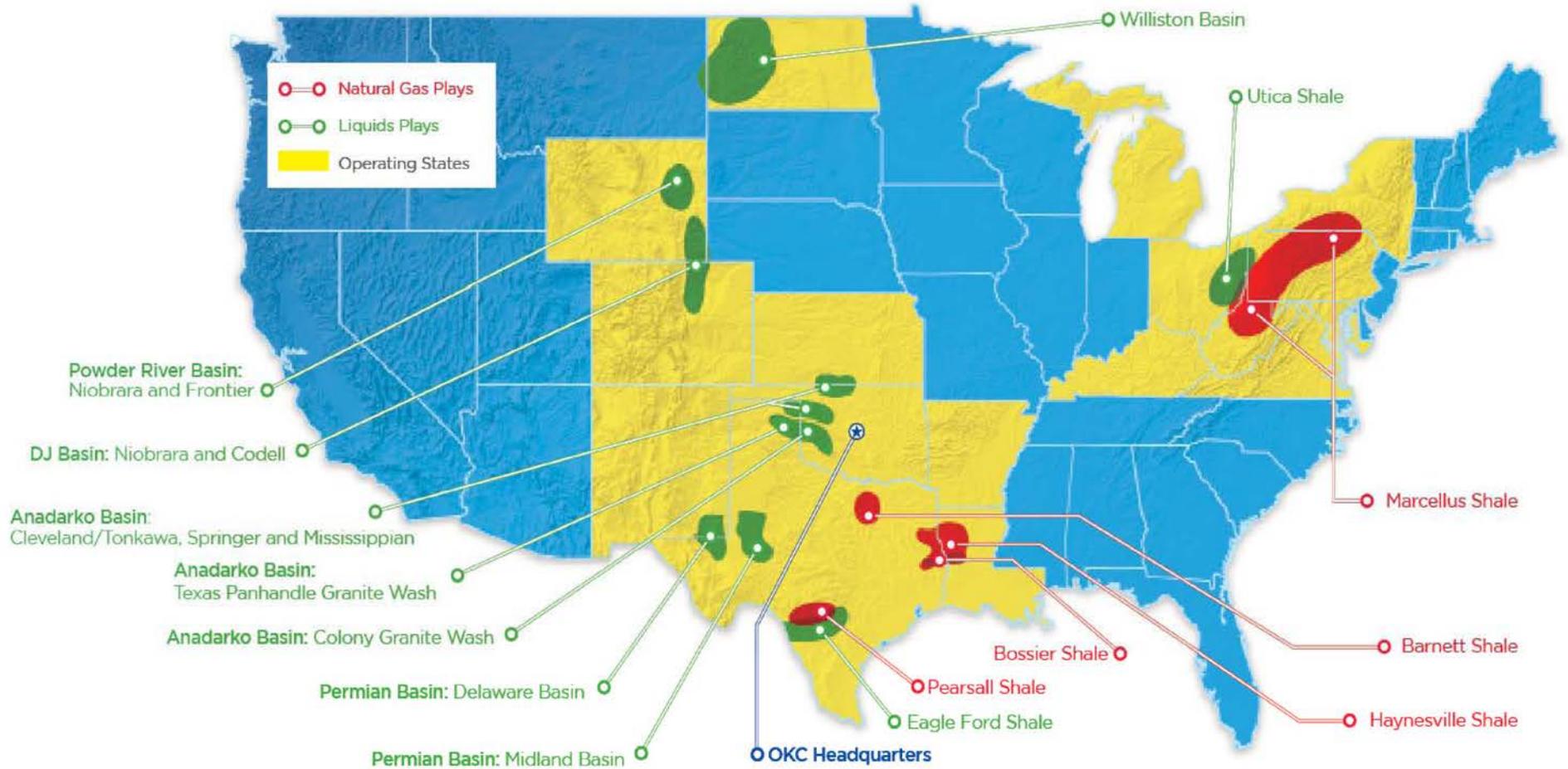


Chesapeake Energy Corporation

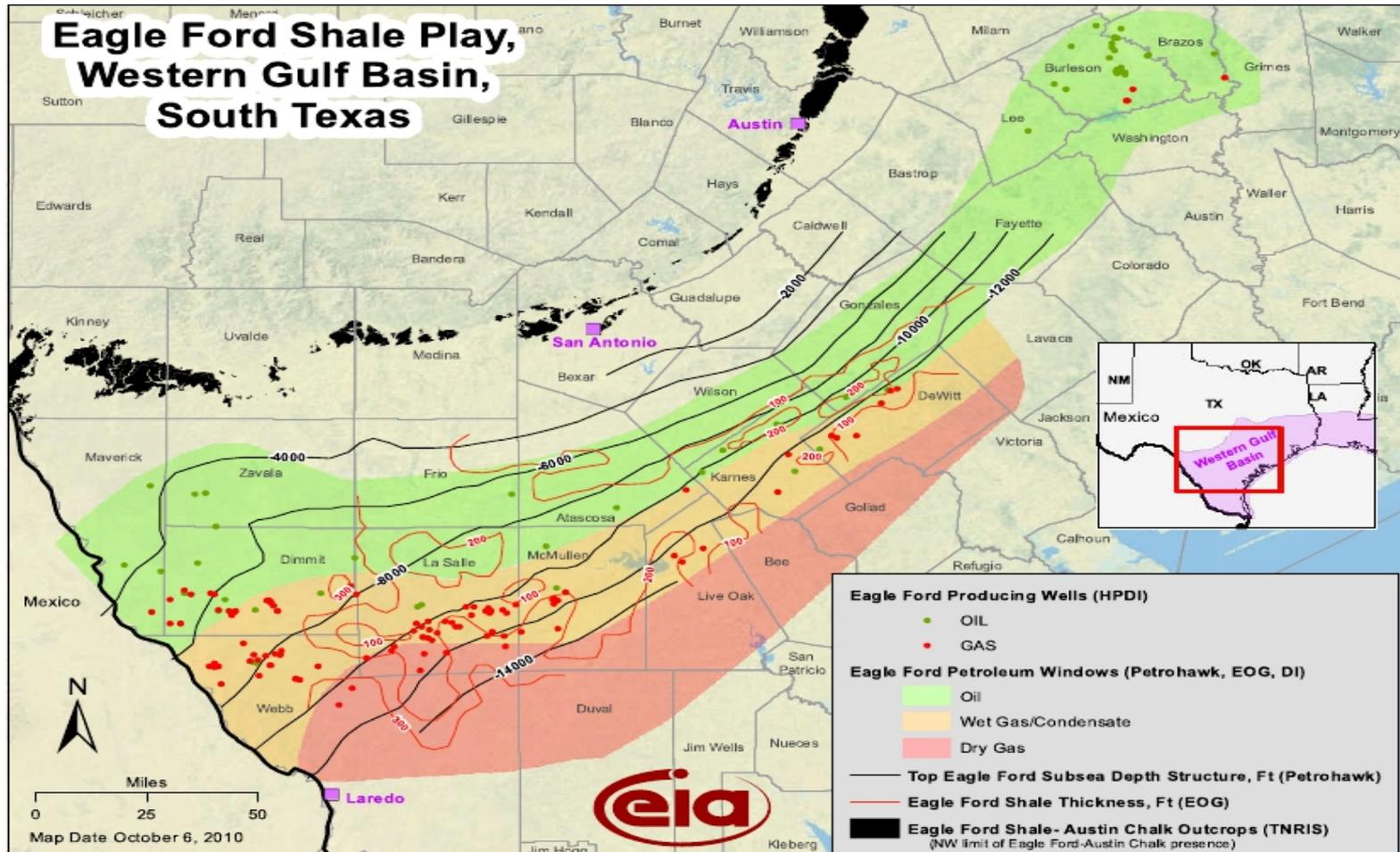
- » Second-largest producer of U.S. natural gas and a Top 15 producer of U.S. Liquids
- » Most active driller in the U.S. with 166 operated rigs*; 105 non-operated rigs and the #1 driller in the world of horizontal wells
- » Focused primarily on domestic, on-shore production
- » Fortune magazine's 100 Best Companies to Work For® four years running (2008, 2009, 2010 & 2011)
- » Named Energy Producer of the Year and received the Industry Leadership Award at annual Platts Global Energy Awards
- » Active in Texas since 1990; production in 89 counties*



Chesapeake Operational Area



Eagle Ford Shale Windows



Source: Energy Information Administration

Eagle Ford Shale Development Plan



- Chesapeake has an industry leading leasehold position of:
 - ~680,000 net acres
- Multiple wells drilled from a single pad
- Lateral length: 5000' - 8000'
- Days to drill well: 20 - 24 days
- Average rig count:
 - Year-end 2010: ~21 rigs
 - Year-end 2011: ~30 rigs
 - Year-end 2012: ~35 rigs

Economic Benefits in 2010

- Generated close to \$2.9 billion in total economic output
- Supported approximately 12,600 full-time jobs in the area
- Paid \$511.8 million in salaries and benefits to workers
- Provided close to \$1.3 billion of gross state product (or value-added)
- Added nearly \$61 million in State revenues including severance taxes
- Provided more than \$47 million in revenue to local governments for schools, hospitals, emergency services, etc.

Beeville Bee-Picayune

City is ground zero for latest oil boom,
Hundreds of new jobs on the horizon

by Gary Kent
October 23, 2010

Zavala County Sentinel

43 Crystal City, Texas 78839 Thursday, October 28, 2010 USPS No. 781-100 12 Pages

*Chesapeake Energy Corp.
donates six Dell laptops*



Chesapeake Energy plans to ramp up operations in S.A.

BY MIKE W. THOMAS

Oklahoma City-based Chesapeake Energy Corp. is planning to significantly increase its presence in San Antonio next year as the company ramps up its local operations to take advantage of drilling opportunities along the Eagle Ford Shale formation in South Texas.

Chesapeake officials believe that the Eagle Ford Shale could...

will be created as a result of Eagle Ford production," says Adam Haynes, senior director of government affairs for Chesapeake. "Having operated in Texas for more than two decades, Chesapeake un-



Haynes

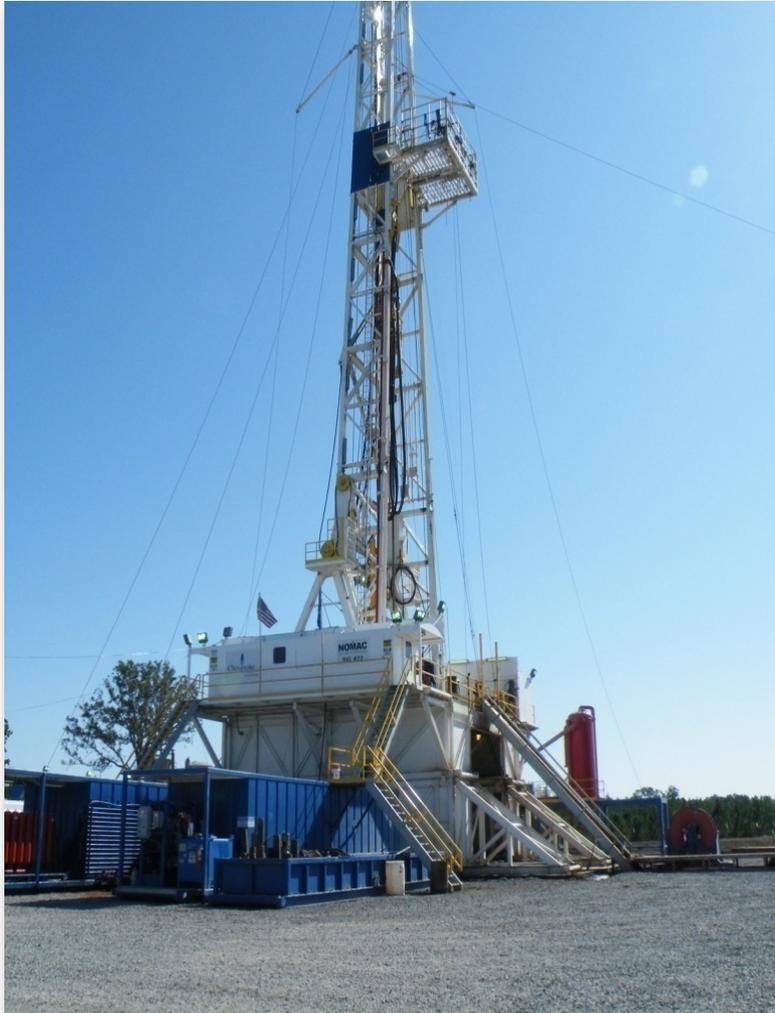
2010 Economic Benefits For Bexar Co

- **Generated close to \$104 million in total economic output**
- **Supported approximately 600 full-time jobs in the area**
- **Paid \$28.2 million in salaries and benefits to workers**
- **Provided close to \$58 million of gross state product (or value-added)**
- **Opened 7 offices of Fortune 500 Companies**

Creating Jobs and Better Wages

- **Oil and Natural Gas Operators employ more than 315,000 people in Texas**
- **Average industry employee earns about \$107,000 per year**
- **Average for the rest of private sector jobs is closer to \$44,000 per year**
- **Each industry job causes a ripple effect creating as many as 17 additional construction, manufacturing, petrochemical, refining, pipeline and service jobs**

Estimated Economic Benefits in 2020



- » Close to **\$21.5 billion** in total economic output
- » Almost **68,000 full-time jobs** in the area
- » More than **\$3.2 billion** in salaries and benefits paid to workers
- » More than **\$11.6 billion** of gross state product (or value-added)
- » Approximately **\$1.1 billion** in State revenues including severance taxes
- » More than **\$450 million** in local government revenues

Questions?



The image displays three web resources:

- AskChesapeake.com:** A website for asking questions about the Eagle Ford Shale. It features a navigation bar with 'HOME', 'CONTACT US', and 'GLOSSARY'. A search bar is present. The main content area includes 'ASK CHESAPEAKE' with a contact form, 'Eagle Ford Shale Respected Operator', and 'HYDRAULIC FRACTURING FACTS' with sub-sections like 'THE PROCESS', 'FRACTURING INGREDIENTS', and 'GROUNDWATER PROTECTION'.
- Anga (America's Natural Gas Alliance):** A website with a search bar and navigation links for 'Why Natural Gas?', 'Issues & Policy', 'Learn the Facts', 'Media Room', and 'About Us'. It has filters for 'CLEAN', 'ABUNDANT', 'DOMESTIC', and 'JOBS'.
- Social Media Feed:** A collection of tweets related to natural gas, including mentions of @GoNatGas, @BoonePic, and @pbums81, along with hashtags like #NatGas, #NGV, and #BlueDogC.

» AskChesapeake: Eagle Ford
www.AskChesapeake.com

» Hydraulic Fracturing
www.hydraulicfracturing.com

» Railroad Commission of Texas
www.rrc.state.tx.us

» America's Natural Gas Alliance
www.anga.us

» Texas Commission on Environmental Quality
www.tceq.state.tx.us

» Frac Focus Registry
www.fracfocus.org

Contact Information

Chip Haass
Market Development Manager
Chesapeake Energy
4350 Lockhill Selma Road, Suite 250
San Antonio, TX 78249
(210) 535-6011
Chip.Haass@chk.com
www.chk.com
www.cngnow.com