

Haynesville Shale Update from the ShreveCentre Coalition: March 2010

The Haynesville Shale situation seems to remain where it has been for the past many months. The gas companies continue to be active in those sections south of the City, except for the area nearest the river where PetroHawk has drilled two wells on sections, and is finalizing another section. Everyone is aware of the well drilled on the Hamel property, just north of East 70th street. PetroHawk has also completed a section along the river that contains The Haven, and have drilled this well from the Dickson property south of the lake.

The latest section being developed ranges from below River Oaks townhomes (Stratmore @ Harts Island Rd) on the south across to the center of the river on the east, west to almost Youree and north to just south of LSU-S. This would incorporate most of the townhome/patio homes subdivisions in that Stratmore area.

The ShreveCentre Coalition (SCC) was told that Chesapeake is now making offers in parts of Town South that were in the section south of the TS subdivision thought to be held by production. He said offers were \$6K/acre, 25% and a 3&2 time frame. This is \$1K better than the offers from Petrohawk and the first time that Chesapeake has been competitive in over a year.

SCC also heard that subdivisions south of Spring Lake were getting interest from Chesapeake. Chesapeake has about a year left on the three year leases for a half million acres of land south of Shreveport. They're drilling as fast as they can but they still have a lot to go. Exco has sold out to Exxon, and we're hoping that a new face will mean a new competitor in the market.