



We want to take this opportunity to update you, the elected officials and stakeholders of northeast Pennsylvania, about our operations, our activities in the community and how we are continuing to be a responsible community partner.

Operational and Financial Update

On Aug. 2, Chesapeake reported its 2023 second quarter financial and operating results. To learn more, see our [news release](#), [presentation](#) and [earnings highlights](#).

| 2Q23 OPERATIONAL & FINANCIAL HIGHLIGHTS | | | |
|---|---|--|--|
| Adjusted EBITDAX ⁽¹⁾ \$524mm | Capital \$505mm lower end of quarter guide | Cash balance ~\$900mm as of 6/30/23 | Production ~3.7 bcfe/d high end of quarter guide |
| Increased base dividend ~4.5% to \$0.575 per share per quarter; to shareholders of record on 8/17/23 | Stock buybacks ~\$125mm | YTD cash returned to shareholders ~\$515mm via dividends and buybacks | Drilled fastest well in CHK Marcellus history <8 days 2,165' per day (average spud to TD) |
| HOA for natural gas delivery and up to 1 mtpa of liquefaction capacity at Lake Charles LNG facility to support offtake HOA with Gunvor | Rating upgrades Ba1/BB+ from Moody's / Fitch | Net debt ⁽¹⁾ -to-cap ⁽¹⁾ ~10% Net debt ⁽¹⁾ /EBITDAX ⁽¹⁾ ~0.3x | Marcellus RSG recertification Grade A/A- under MIQ / EO100™ |

(1) A non-GAAP measure as defined on our [website](#).

Marcellus Operations:

- Currently operating four drilling rigs.
- Currently have one frac crew operating.
- Drilled three of the five fastest wells in company history in the Marcellus.

Fastest Well Record



Our Marcellus team set a new company record for safely drilling the fastest well in Q2. They drilled a 10,383-foot lateral to a total depth of 17,083 feet in less than eight days. The achievement was a collaborative effort between our teams and partners and highlights our culture of continuous improvement and innovation.

Get to Know Senior Staff Landman Seth Caputo

In each issue of the newsletter, we'll introduce you to a member of our team working in the local area to help you get to know your Chesapeake neighbors. Our first feature is on Senior Staff Landman Seth Caputo.

Seth began his career at Chesapeake as a contract landman in 2008 and was hired as an employee in 2017. Altogether, he's been representing the company's interests in the Marcellus for roughly 15-and-a-half years.

As senior staff landman, Seth is responsible for acquiring and overseeing the acquisition of agreements necessary to further Chesapeake's business objectives in the Marcellus.

Primarily, he acquires agreements, such as leases, lease amendments and lease extensions, covering landowners' subsurface rights, necessary to ensure delivery of the drilling schedule.

He also interacts with royalty owners, local attorneys and community leaders on a regular basis. In this capacity, he fields questions related to ownership transfers, royalty payments, current development activities and future plans.

"I enjoy educating and helping landowners gain a better understanding of natural gas development and related royalties," Seth said. "Though we have been developing for roughly 15 years in the Marcellus, landowners still have a lot of questions related to the industry. I get a lot of joy from helping them and take pride in being a direct contact they can count on for reliable, transparent information."

When he's not working, Seth enjoys spending time with family and friends. He's coached his son in his youth sports for the past several years. Most recently, he managed their local Juniors Little League team that finished runner up in their district.

He also enjoys fishing, hunting, golfing and shooting pool. Additionally, he likes to take in a good movie/show and catch live music as much as possible.



Elected Officials Visit Field

We recently hosted Congressman Dan Meuser, State Representative Tina Pickett, County Commissioners Doug Mclinko and Daryll Miller, and Matt Osenbach from Senator Gene Yaw's office on a field visit, showing how we safely and responsibly produce natural gas.

Rep. Meuser noted, "The Chesapeake operation and their responsible drilling practices are important for Pennsylvania energy and to the national security of the United States, and it gives me confidence in the future of American energy. The rigorous standards upheld by American natural gas companies set a global benchmark for conscientious energy extracting. I am very happy to represent a district that harnesses its resources to responsibly deliver clean, affordable, and dependable natural gas, benefitting my constituents, fellow Americans, and the world at large."



IN THE COMMUNITY

Chesapeake's Marcellus team has been busy volunteering the past few months of 2023 as we strive to strengthen the communities in which we operate. Our H.E.L.P. (Help Energize Local Progress) Initiative provides our employees the opportunity to volunteer their time helping countless worthwhile non-profit organizations. Below are some community highlights from the second quarter of 2023.

Keeping First Responders Safe

Chesapeake recently presented the Sullivan County Fire Department in Northeastern Pennsylvania with a \$17,000 donation to help fund the purchase of protective ballistic vests for county Emergency Medical Technicians.

The vests, which can stop bullet penetration as well as protect against a knife attack, will be carried on each ambulance ride in the county, keeping our first responders safe.



Dushore Founder's Day Sponsorship

Chesapeake Energy recently sponsored Dushore Founder's Day. The company's donation helped offset operating costs at the Lions Club's annual celebration in early August.



From left, Mary Beth Minier, mayor of Dushore and chairman of the Dushore Founder's Day committee; Jonah Howe with Chesapeake; and Bob Getz, Dushore Lions Club president.

Water Access for First Responders

Chesapeake recently worked with regulatory and internal operations teams to provide access to freshwater for first responders in the event of an emergency. The company's Forksville Freshwater Withdrawal site is now able to provide critical resources to the local fire department.



Strengthening CHOP Partnership

In our continued partnership with CHOP (Child Hunger Outreach Partners), we participated in a number of activities this summer.

Members of the Marcellus team packed bags of food for children in the school districts in our operating area.



From left, Darin Chaffee, Kevin Schwind, Toni Flowers, Joe Button and Jon Daher packed food in April.



From left, Jake Horton, Nick Kellogg, Amanda Dauro, Trey Sites, Clayton Dulaney and Matt Clark volunteered in May.



As the 2023 corporate sponsor for CHOP, we held a check presentation during our Heath, Safety and Environmental meeting so all employees could attend. From left is Betty Jo Morris with Chesapeake; Dani Ruhf, founder and CEO of CHOP; and Dan Lopata, Josh Lawrence and Jonah Howe with Chesapeake.



In June, the team volunteered for the CHOP Summer Fun Program, helping the children paint rocks and distribute them around Towanda as well assisted with other activities.

Helping the Animals



Chesapeake's Eric Haskins (left) and Dustin Wiles were two of five volunteers who spent time at the Bradford County Humane Society, helping to create a new dog path.

The Children's House Support



From left, Maleigha Hartford, Stacy Hartford, Steven Clarke, Billy Cole and Ashley Knox painted and helped with landscaping at The Children's House, which helps to reduce trauma for children who have experienced abuse by providing a safe and supportive environment through a collaboration of community agencies.

ESG UPDATE

Sustainability Report Published

In June, Chesapeake published its 2022 Sustainability Report, marking the company's 11th year reporting on its environmental, social and governance (ESG) performance. This report continues the company's commitment to transparency, enhanced disclosures and measurable progress. The report provides highlights from our 2022 performance, including:

- **Achieved 100% RSG across two major basins:** Chesapeake is the first company to certify its natural gas production across two major basins as Responsibly Sourced Gas (RSG). The company delivers approximately 6 bcf/d of gross operated produced volumes of RSG.
- **Hired first Chief Sustainability Officer:** Reporting directly to the CEO, our Chief Sustainability Officer Usha Turner leads the company's sustainability strategy and reporting, among other responsibilities. An environmental engineer by training, she brings to the role extensive experience from within the energy industry.
- **Improved safety performance across entire workforce:** Through focused training and increased safety programs, Chesapeake lowered its employee, contractor and combined (employee and contractor) Total Recordable Incident Rate (TRIR) and Lost-Time Incident Rate (LTIR). Contractor safety rates improved by approximately 50% year-over-year.
- **Enhanced stakeholder relations:** Creating multiple communications channels for stakeholders was a priority for Chesapeake in 2022. The company created dedicated stakeholder engagement teams by asset, adopted new technology to better track community engagement and hosted in-person meetings throughout our assets.

Visit our website to view the full [2022 Sustainability Report](#). For more information on our sustainability efforts, visit esg.chk.com, and stay up to date on Chesapeake employees' related activities on esg.chk.com/esg-news/.

Questions/Contact Information

CHK Team

Our team in Sayre is speaking with landowners every day as we prepare for future development. If you have questions, please reach out to any of the following on our team.

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8 a.m – 5 p.m. Monday through Friday, Central time