BEFORE THE OIL AND GAS CONSERVATION COMMISSION OF THE STATE OF COLORADO

IN THE MATTER OF THE APPLICATION FOR AN ORDER POOLING ALL INTERESTS IN THE NIOBRARA FORMATION IN A 640-ACRE DRILLING AND SPACING UNIT IN WELD COUNTY, COLORADO

APPLICATION

COMES NOW Chesapeake Exploration, LLC ("Applicant"), by its attorneys, Beatty & Wozniak, P.C., and makes application to the Oil and Gas Conservation Commission of the State of Colorado ("Commission") for an order pooling all interests for the development of the Niobrara Formation on the following described lands:

Township 8 North, Range 66 West, 6th P.M. Section 18: All

Weld County, Colorado

(hereinafter "Application Lands")

In support of its application, Applicant states and alleges as follows:

- 1. Applicant is a corporation duly authorized to conduct business in the State of Colorado, and is a registered operator in good standing with the Commission.
 - 2. Applicant owns leasehold interests in a substantial portion of the Application Lands.
- 3. On August 8, 2010, the Commission entered Order No. 532-2, which among other things, established 640-acre drilling and spacing units for certain lands, including the Application Lands, and authorized one horizontal well in each unit for the production of oil, gas and associated hydrocarbons from the Niobrara Formation.
- 4. Applicant, pursuant to the provisions of C.R.S. § 34-60-116 (6) & (7) and Commission Rule 530, seeks an order pooling all interests in the Application Lands for the development of the Niobrara Formation, including any nonconsenting interests therein.
- 5. Applicant requests that the Commission's pooling order be made effective as of the earlier of the date of this Application, or the date that any of the costs specified in C.R.S. § 34-60-116(7)(b)(II) were first incurred for the drilling of the Jakes 18-8-66 1H well to the Niobrara Formation on the Application Lands.
- 6. Applicant certifies that copies of this Application will be served on all persons owning an interest in the mineral estate of the tracts to be pooled within seven (7) days of the date hereof, as required by Rule 507.b(2), and that at least thirty (30) days prior to the hearing on this matter, each such interest owner not otherwise leased or voluntarily pooled will be offered the opportunity to lease, or to participate in the drilling of the well, and will be provided with the information required by Rule 530. The list of such interested parties is attached hereto as Exhibit A.

7. That in order to prevent waste and to protect correlative rights, all interests in the Application Lands should be pooled for the orderly development of the Niobrara Formation, including any nonconsenting interests therein.

WHEREFORE, Applicant requests that this matter be set for hearing at the next available opportunity, that notice be given as required by law, and that upon such hearing, the Commission enter its order:

- A. Pooling all interests in the Application Lands for the development of the Niobrara Formation, including any future wells drilled to said formation.
- B. Providing that the Commission's pooling order is made effective as of the earlier of the date of this Application, or the date that any of the costs specified in C.R.S. § 34-60-116(7)(b)(II) were first incurred for the drilling of the Jakes 18-8-66 1H well to the Niobrara Formation on the Application Lands.
- C. Providing that the interests of any owners with whom the Applicant has been unable to secure a lease or other agreement to participate in the drilling of the authorized well are pooled by operation of statute, pursuant to C.R.S. § 34-60-116(7), and made subject to the cost recovery provisions thereof.
- D. For such other findings and orders as the Commission may deem proper or advisable in this matter.

WHEREFORE, Applicant respectfully requests that this matter be set for hearing in October, 2011, that notice be given as required by law, and that upon such hearing, the Commission enter its order consistent with Applicant's request as set forth above.

Dated: August ____, 2011

By:

William A. Keefe Kenneth A. Wonstolen Beatty & Wozniak, P.C. 216 Sixteenth Street-Suite 1100 Denver, CO 80202-5115

Address of Applicant 6100 N. Western Avenue Oklahoma City, OK 73118

VERIFICATION

STATE OF OKLAHOMA)
COUNTY OF OKLAHOMA) ss.)
Nick Watkins of lawful age, being first he is District Landman for Chesapeake Explorati Application and that the matters therein contair information and belief.	
By: _	Nick Watkins
Subscribed and sworn to before me this da	ay of August, 2011.
Witness my hand and official seal.	
My commission expires:	
Nota	ary Public

EXHIBIT A

Chesapeake Exploration, LLC P.O. Box 18496 Oklahoma City, OK 73154-0496

Rubicon Oil and Gas II, LP 508 West Wall Avenue, Suite 500 Midland, TX 79701

OOGC America, Inc. c/o CNOOC International Limited P.O. Box 4705 No. 25 Chaoyangmenbei Dajie Dongcheng District Beijing, 100010 P.R. China

LoneTree Energy and Assoc., LLC 3 West Dry Creek Circle Littleton, CO 80120

EOG Resources, Inc. 600 Seventeenth Street Suite 1000N Denver, CO 80202

Roy G. and Wilma Y. Ireland 1720 32nd Street # 6 Evans, CO 80620

Joyce Ruth Case, Personal Representative of the estate of Dorothy L. Johnson 160 West Mountain Ave, P.O. Box 421 Fort Collins, CO 80522

Harry Boyd 850 27th Ave., Apt 5 Greeley, CO 80631

Derlyn Florez P.O. Box 184 Lucerne, CO 80646

David Heimann 401 N. Timberline Road #166 Fort Collins, CO 80524

Darrick Heimann 2816 E. Vine St Fort Collins, CO 80534

Darren Heimann 2816 E. Vine St Fort Collins, CO 80534 Louis Heimann 401 Lilac Rd Eaton, CO 80615

Leesa Wyers P.O. Box 1121 Ault, CO 80610

Rodney S. Marcum 19880 Indi Drive Monument, CA 80132

Leland E. Modesitt, Jr 225 S. Sunnyview Road Cedar City, Utah 84720

Lawrence G. Jakes and Ethel M. Jakes 1721 E. 160th Ave. Broomfield, CO 80020

Charles H. Ramsay 720 9th St. Greeley, CO 80634

Louise E. Jensen 859 South Logan St. Denver, CO 80231

Carol McCall 7350 S. Knolls Way Centennial, CO 80122

Nancy R. Trott 26 Rowley Shore Gloucester, MA 01930

Marylou Engler 8115 E. Bethany Dr. Denver, CO 80231

Kenneth Smith P.O. Box 3574 Palmer, AK 99645

Keith Smith 522 S. Union Ave Los Angeles, CA 90017

Dianna Ellmo, as attorney in fact for Donnal A. Hintergardt 4321 29th Street Road Greeley, CO 80634

Edward C. Heiby and Phyllis J. Heiby 1849 Sunlight Dr. Longmont, CO 80501 Michael D. Hayes 3608 Meadowridge Lane Midland, TX 79707

Michael D. Hayes and Kathryn A. Hayes, Co-Trustees of the Hayes Revocable Trust 3608 Meadowridge Lane Midland, TX 79707

Skyline Resources, LLC 7931 S. Broadway #301 Littleton, CO 70122 Quientesa Royalty, LP 508 W. Wall Street, Ste 500 Midland, TX 79701

DJ Resources, LP One Riverway, Suite 1870 Houston, TX 77056

Prospect Energy, LLC 5629 FM 1960 Rd W, Suite 354 Houston, TX 77069

BEFORE THE OIL AND GAS CONSERVATION COMMISSION OF THE STATE OF COLORADO

IN THE MATTER OF THE APPLICATION FOR AN ORDER POOLING ALL INTERESTS IN THE NIOBRARA	
FORMATION IN A 640-ACRE DRILLING AND SPACING UNIT IN WELD COUNTY, COLORADO	
AFFIDAVIT OF MA	<u>ILING</u>
STATE OF COLORADO)	
)ss. CITY AND COUNTY OF DENVER)	
Kenneth A Wonstolen, of lawful age, and being fit declares:	st duly sworn upon his oath, states and
That he is the attorney for Chesapeake Exploration, 2011 he caused a copy of the attached Application to postage prepaid, addressed to the parties listed on Exhibit: Exhibit: Ex	be deposited in the United States Mail,
Kenneth	A. Wonstolen
Subscribed and sworn to before me August,	2011.
Witness my hand and official seal.	
My commission expires:	
Notary P	ublic