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 DOCKET NO. 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 20: 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 Brent 20-8-66 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 <u>Exhibit A</u>.

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 Brent 20-8-66 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

VERIFICATION

STATE OF OKLAHOMA

COUNTY OF OKLAHOMA

Nick Watkins of lawful age, being first duly sworn upon oath, deposes and says that he is District Landman for Chesapeake Exploration, LLC and that he has read the foregoing Application and that the matters therein contained are true to the best of his knowledge, information and belief.

By:

Nick Watkins

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SS.

Subscribed and sworn to before me this _____ day of August, 2011.

Witness my hand and official seal.

My commission expires: _____

Notary 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

Anadarko Petroleum Corporation Granite Tower 1099 18th Street, Ste 1800 Denver, CO 80202

Hoover & Stacy, Inc. P.O. Box 2328 Cheyenne, WY 80223

Richard Menkin 1800 S. Greeley Highway Cheyenne, Wee 82007

Dorothy Gill Raymond 7501 Weld County Road 7 Erie, CO 80516

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

B&J Resources LLC 410 17th St. #2001 Denver, CO 80202

Leland E. Modesitt Jr. 255 S. Sunnyview Rd. Midland, TX 79701

Rodney S. Marcum 19880 Indi Drive Monument, CO 80132

Ramsay Oil, LLC 3220 Trinidad Evans CO, 80621

Rhoades Family LLC 120 Kahil Place Fort Lupton, CO 80621 Dorothy J. Anderson 351 S. Newland St. Lakewood, CO 80226

Nancy R. Trott 26 Rowley Shore Gloucester, MA 01930

Carol R. McCall 7350 S. Knolls Way Centennial, CO 80122

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

Greg Reeves and Patty Deplazes Reeves 1727 41st St. NE Anamoose, ND 58710

Cook Family Trust P.O. Box 27 Soulsbyville, CA 95372

Kimel Klein Brent and Wanda C. Brent 43600 CR 3N Arriba CO, 80804

Quentin Oil Associates 1099 18th St., Ste. 2600 Denver CO, 80202

"The Engelbert Family Trust (David Anthony Engelbert and Kristina Lynn Engelbert as Co-Trustees)" 5430 W. Ivanhoe Court Chandler, AZ 85226

Joyce G. Temby 1125 Sunnyhills Road Oakland, CA 94610

"Colorado State Bank and Trust, as Trustee of the Kent and Caroline B. Rickenbaugh Grandchildren's Trust" 1600 Broadway Denver, CO 80202

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

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IN THE MATTER OF THE APPLICATION FOR AN ORDER POOLING ALL INTERESTS IN THE NIOBRARA FORMATION IN A 640-ACRE DRILLING AND SPACING DOCKET NO. UNIT IN WELD COUNTY, COLORADO

))ss.

AFFIDAVIT OF MAILING

STATE OF COLORADO

CITY AND COUNTY OF DENVER

Kenneth A Wonstolen, of lawful age, and being first duly sworn upon his oath, states and declares:

That he is the attorney for Chesapeake Exploration, LLC, and that on or before September ____, 2011 he caused a copy of the attached Application to be deposited in the United States Mail, postage prepaid, addressed to the parties listed on Exhibit A to the Application.

Kenneth A. Wonstolen

Subscribed and sworn to before me August ____, 2011.

Witness my hand and official seal.

My commission expires: _____.

Notary Public