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 9 North, Range 66 West, 6th P.M. Section 8: 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 Rouse Farms 8-9-66 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 Rouse Farms 8-9-66 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)) ss.)	
COUNTY OF OKLAHOMA		
Nick Watkins of lawful age, being first duly she is District Landman for Chesapeake Exploration, LL Application and that the matters therein contained arinformation and belief.	C and that he has read the foregoing	
By: Nick W	'atkins	
Subscribed and sworn to before me this day of August, 2011. Witness my hand and official seal.		
My commission expires:		
Notary Pub	olic	

EXHIBIT A

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

Yates Petroleum Corporation 105 S. 4th Street Artesia, NM 88210

ABO Petroleum 105 South 4th St. Artesia, NM 88210

MYCO Industries, Inc. 105 South 4th St. Artesia, NM 88210

OXY Y-1 Company P.O. Box 27570 Houston, TX 77227

Weld County, Board of County Commissioners of the County of Weld 915 10th St. P.O. Box 758 Greeley, CO 80632

State of Colorado by and through the State Board of Land Commissioners 1127 Sherman St. #300 Denver, CO 80203

Indian Grass, LLC, a Colorado LLC 13480 Weld County Road 100 Nunn, CO 80648

Donna Bellmore 17752 Wild Goose Lane Frenchtown, MT 59834

Jo Theroux P.O. Box 165 Pierce, CO 80650

LeRoy A. Bellmore 13480 WCR 100 Nunn, CO 80648

Donna Bellmore 17752 Wild Goose Lane Frenchtown, MT 59834

Rouse Farms, Co., LP, a Colorado LP 15627 WCR 108 Nunn, CO 80648 Paul L. McCulliss P.O. Box 3248 Littleton, CO 80161

George G. Vaught P.O. Box 13557 Denver, CO 80201

Eugene F. Costello 6474 Wright Street Arvada, CO 80004

Eric W. Hart 613 South Second Fairfield, IA 52556

Daniel A. Hart 3203 Sedgeborough Circle Katy, TX 77449

Timothy L. Hart 301 Finn Church Lane McCall, ID 83638

John I. Hart 1801 Deepwoods Dr. Lake Charles, LA 70605

Tracey D. Kruse and Lori K. Kruse 52400 County Road 27 Carr, CO 80612

R.U. Madden and Geraldine Madden 13721 East Marina DR. Aurora, CO 80014

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

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, Suite 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

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

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 MAILING		
STATE OF COLORADO)		
)ss. 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 P	ublic	