## 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 24: 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 Kruse 24-9-66 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 Kruse 24-9-66 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	)	
COUNTY OF OKLAHOMA	) ss. )	
Nick Watkins of lawful age, being firshe is District Landman for Chesapeake Explora Application and that the matters therein containformation and belief.	ation, LLC and that he has read	the foregoing
Ву:	Nick Watkins	
Subscribed and sworn to before me this o	day of August, 2011.	
Witness my hand and official seal.		
My commission expires:	_	
No	otary Public	

#### **EXHIBIT A**

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

Thomas G. Dorough 5752 S. Benton Way Littleton, CO 80123

Robert Rothberg 8501 E. Alameda #1411 Denver CO, 80222

Cow Gulch Oil Company 1720 Carey Ave Cheyenne, WY 82001

A. D. Thomson 5869 S. Kenton Way Englewood, CO 80111

Jack G. Ladmer 3221 Cortland St Detroit, MI 48206

Mark Latker 4356 Grand Ave Ojai, CA 93023

D-M Corporation 390 Denver Club Building Denver, CO 80209

D-M Corporation 50 S. Street Denver, CO 80209

Marcia D. White 22720 Brandywine Drive Woodland Hills, CA 91364

Marcia D. White 6336 Evergreen Cir. Orland, CA 95963

Sisters of Charity of Leavenworth Health Services Corporation, a Kansas Charitable Corp., owning and operating Saint Joseph Hospital in Denver 9801 Renner Blvd. Ste 100 Lenexa, KS 66219

Archdiocese of Denver, a Colorado Corporation, sole for the benefit of Mother of God Catholic Church for such charitable purposes as the parish may determine 475 Logan St Denver, CO 80203 Eugene P. Rister 10655 Parkview Circle El Paso, TX 79935

Heirs of Mary L. Meyer 1802 St. Clair Drive Pekin, IL 61554

Mary Ruth Adams Trust, dated 12/20/1993 90 Corona Street Denver, CO 80218

Mary Ruth Adams Trust, dated 12/20/1993 7468 S Alkire St, Apt 201 Littleton, CO 80127-3259

Mildred P. Forsythe, as Trustee of the Mildred P. Forsythe Trust
Mildred P. Forsythe, as Trustee of the Tracy L. Forsythe Trust
2101 South Garfield Ave, Ste 051
Loveland, CO 80537

Colorado Masonic Properties, Inc. Scottish Rite Masonic Center 1370 Grant Street, Suite 212 Denver, CO 80203

Freeman Investments 3415 S. Clayton Boulevard Englewood, CO 80113-7611

Richard Investments LP 6815 N. 46th Street Paradise Valley, AZ 85253-3220

William B. Freeman, II Revocable Trust Dated 11/7/2007 3939 River Oaks Drive Des Moines, IA 50312-4638

Roberta Lewis 2552 East Alameda #66 Denver, CO 80202

Weld County, Board of County Commissioners of the County of Weld 915 10th Street Greeley, CO 80632

McArthur Minerals, LLC 2313 17th Street Greeley, CO 80634 Lynne Bedinger Kelly and James D. Kelly 1198 East 1800 South Bountiful, Utah 84010

Barry C. Bedinger and Linda M. Bedinger 9296 East Evans Place Denver, CO 80231

Judy M. Walker 267 Shadow Dr Cheyenne, WY 82009

David W. Walker 267 Shadow Dr Cheyenne, WY 82009

Richard F. Kruse and Jeannette Kruse 17247 WCR 102 Nunn, CO 80648

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

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

IN THE MATTER OF THE APPLICATION ORDER POOLING ALL INTERESTS IN THE	_	CAUSE NO.		
FORMATION IN A 640-ACRE DRILLING A UNIT IN WELD COUNTY, COLORADO		DOCKET NO.		
AFFIDAVIT OF MAILING				
STATE OF COLORADO )	•			
CITY AND COUNTY OF DENVER )	5.			
Kenneth A Wonstolen, of lawful age declares:	e, and being firs	t duly sworn upon his oath, states and		
That he is the attorney for Chesape, 2011 he caused a copy of the attached postage prepaid, addressed to the parties	d Application to	•		
	Kenneth A	A. Wonstolen		
Subscribed and sworn to before me	e August, 20	011.		
Witness my hand and official seal.				
My commission expires:	·			
	Notary Pu	blic		