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 67 West, 6th P.M. Section 14: 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 12, 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 RC Land Inc 14-8-67 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 RC Land Inc 14-8-67 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 December, 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: October ____, 2011

By:____

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

Address of Applicant
Chesapeake Exploration, LLC
Attn: Nick Watkins
6100 N. Western Avenue
Oklahoma City, OK 73118

VERIFICATION

STATE OF OKLAHOMA)	
COUNTY OF OKLAHOMA) ss.)	
Nick Watkins of lawful age, being fine is District Landman for Chesapeake Explora Application and that the matters therein contant and belief.	•	oing
Ву:	: Nick Watkins	
Subscribed and sworn to before me this	_ day of October, 2011.	
Witness my hand and official seal.		
My commission expires:	<u> </u>	
N	Notary Public	

EXHIBIT A

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

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

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

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

Quientesa Royalty, LP 508 W. Wall Street, Ste 500 Midland, TX 79701

Michael D. Hayes 3608 Meadowridge Lane Midland, TX 79707

Michael D. Hayes Trust 3608 Meadowridge Lane Midland, TX 79707

Skyline Resources, LLC 7931 S. Broadway #301 Littleton, CO 70122

John A Sells III 1173 Wedgewood Rd Black Hawk, CO 80422

Sharon R. Palmer 2880 S McKinley Street Casper, Wyoming 82601

OKKI Industries LLC PO Box 54859 OKC, OK 73154

Gail W Casady and Geneva M Casady trustees or their successors in trust under the Casady Family Living Trust 525 Akron Street Augusta, KS 67010

Nathan H Hawkins & June E Hawkins 2118 13th Greeley, CO 80631 Dennis D Hansen P.O. Box 4245 Grand Junction, CO 81502

Teresa V Morgan 3226 S Nucla Street Aurora, CO 80013-2019

Roberta L Johnson 756 Milner Court Loveland, CO 80537-3111

J Paul Turner 2177 Hidden Springs Court West Linn OR 97068-2250

Mary Turner 7505 Mountain Vista Lane Silverdale, WA 98383

Dorothy Turner Dunn 4320 Georgetown Drive Apt 309 Loveland, CO 80538-6850

John A Sells III 960 South Williams Street Denver, CO 80209

Joy Lannae McConnell 2835 Sleater Kinney Rd NE Olympia, WA 98506

R.C. Land Inc. 13415 Weld County Road 88 Pierce, CO 80650

Gladys A Russell 980 Hemlock Drive Windsor, CO 80550

Doyle Bott PO Box 354 Johnstown, CO 80534

LeRoy Bott 1203 Country Acres Court Johnstown, CO 80534

Steven Bott 6308 W. 10th Street, Unit B Greeley CO 80534

Anita L. Schiebel 745 Parkview Drive Ft. Collins, CO 80525

Esther McConnell c/o Kay Gregory 3529 Brentwood Dr. Fort Smith, AR 72908-9281 Estate of U. Stanley McConnell c/o Kay Gregory 3529 Brentwood Dr. Fort Smith, AR 72908-9281

Uel Jennings c/o Don Roy Jennings 839 Thorton Place Hendersonville, NC 28791-4405

Estate of Ruby Jennings c/o Don Roy Jennings 839 Thorton Place Hendersonville, NC 28791-4405

Heirs of Cora C. Albright c/o Robert Albright 68 Bass Meadow Lane Yellville, AR 72687-8575

Robert Albright 68 Bass Meadow Lane Yellville, AR 72687-8575

Luther Leroy Albright 611 Grand Valley Drive Grand Junction, CO 81504

Chester Albright 1106 East 2nd Street Maryville, MO 66468

David F. Albright 2523 NW 109th Street Oklahoma City, OK 73120

Estate of Dorothy Brundy c/o James H. Brundy 246 Hartford Street San Francisco, CA 94114

James H. Brundy 246 Hartford Street San Francisco, CA 94114

Heirs of Elverna L Bott Address Unknown

Heirs of Russell Robinson Address Unknown

Heirs of Lillian M Hamilton Address Unknown

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

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

IN THE MATTER OF THE APPLICATION FOR AN CAUSE NO. ORDER POOLING ALL INTERESTS IN THE NIOBRARA		
FORMATION IN A 640-ACRE DRILLING AND SPACING DOCKET NO. UNIT IN WELD COUNTY, COLORADO		
AFFIDAVIT OF MAILING		
STATE OF COLORADO))ss.		
CITY AND COUNTY OF DENVER)		
Matthew J. Lepore, 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 October 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 <u>Exhibit A</u> to the Application.		
Matthew J. Lepore		
Subscribed and sworn to before me October, 2011.		
Witness my hand and official seal.		
My commission expires:		
Notary Public		