## 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 12: 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. 535-2, 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 12-8-66 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 RC Land Inc 12-8-66 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 January, 2012, 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: November \_\_\_\_, 2011

By:\_\_\_

William A. Keefe Kenneth A. Wonstolen Elizabeth Gallaway 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	) ) 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 arbinformation and belief.	C and that he has read the foregoing
By: Nick W	/atkins
Subscribed and sworn to before me this day of N	lovember, 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

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

Michael D. Hayes 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

Flora M. Rowe, f/k/a Flora M. Wickstrom 1407 Clementine Court Ft. Collins, CO 80526

Laurie M. Dill P.O. Box 32 Pierce, CO 80650

Mary L-W Larson 7087 Orchid Lane Maple Grove, MN 79701

Robb Wickstrom 601 5th Street Pierce, CO 80650

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

Flora Mae Wickstrom 1407 Clementine Court Ft. Collins, CO 80526 Vicki J. Tibboel 3275 Twin Heron Ct. Fort Collins, CO 80528

Estate of Charles C. McBride Harriet M. Harmon (Lessor) 13840 N. Desert Harbor Drive, #350 Peoria, AZ 85381

Valeri W. Benjamin 7610 W. 12th Street Greely, CO 80634

Tammy Trimble 32374 Highway U Browning, MO 64630

Boekel Energy LLC 15530 E. Broncos Parkway, Suite 350 Centennial, CO 80112

Catherine J. Porter 6000 S. Nome Street Englewood, CO 80111

Catherine J. Porter, Trustee of the Patricia Ann Boekel Trust 6000 S. Nome Street Englewood, CO 80111

Harold C. Hornibrook 2207 Roosevelt Road St. Cloud, MN 56301

Lorraine Hornibrook Dahl and St. Cloud National Bank & Trust Co., Trustees of Trust B Address Unknown

Estate of Muriel V. Kusserow Address Unknown

Estate of W.R. Murfin Address Unknown

Estate of Harold C. McBride Address Unknown

Anna B. Enlow Address Unknown

Joseph M. and Laverna L. Enlow Address Unknown

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

IN THE MATTER OF THE APPLICORDER POOLING ALL INTERESTS IFORMATION IN A 640-ACRE DRILLIFUNIT IN WELD COUNTY, COLORADO	N THE NIOBRARA NG AND SPACING DOCKET NO.	
<u> </u>	AFFIDAVIT OF MAILING	
STATE OF COLORADO	)	
CITY AND COUNTY OF DENVER	)ss. )	
Kenneth A Wonstolen, of lawfu declares:	I age, and being first duly sworn upon his oath, states and	
That he is the attorney for Chesapeake Exploration, LLC, and that on or before November, 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	e me November, 2011.	
Witness my hand and official se	eal.	
My commission expires:	·	
	Notary Public	