

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

IN THE MATTER OF THE PROMULGATION AND) CAUSE NO. 407 & 535
ESTABLISHMENT OF FIELD RULES TO GOVERN)
OPERATIONS IN AN UNNAMED FIELD,) DOCKET NO. 1112-SP-158
WELD COUNTY, COLORADO)

NOTICE OF HEARING

TO ALL INTERESTED PARTIES AND TO WHOM IT MAY CONCERN:

On June 27, 2011, the Commission entered Order No. 535-44, which among other things, established approximate 640-acre drilling and spacing units for certain lands, and approved one horizontal well within each unit, including Section 22, Township 3 North, Range 63 West, 6th P.M., for the production of oil, gas and associated hydrocarbons from the Niobrara Formation.

On April 27, 1998, the Commission adopted Rule 318A., which, among other things, allowed certain drilling locations to be utilized to drill or twin a well, deepen a well or recomplete a well and to commingle any or all of the Cretaceous Age Formations from the base of the Dakota Formation to the surface. Pursuant to Rule 318A.j., Rule 318A. supersedes all prior Commission drilling and spacing orders affecting well location and density requirements of Greater Wattenberg Area wells. Rule 318A.d. provides that an operator may allocate production to any drilling and spacing unit with respect to a particular Cretaceous Age Formation consistent with the provisions of Rule 318A. The below-described lands are subject to Rule 318A., for the production of oil, gas and associated hydrocarbons from the Codell and Niobrara Formation:

Township 1 North, Range 61 West, 6th P.M.
Sections 2, 3, 14, 15, 16, 17, 20, 25, 34, and 35

Township 1 North, Range 62 West, 6th P.M.
Sections 2, 3, 5, 10, 14, and 18

Township 2 North, Range 61 West, 6th P.M.
Sections 1, 3, 11, 15, 19, 26, 27, and 35

Township 2 North, Range 62 West, 6th P.M.
Sections 11, 13, 21, 22, 23, and 32

Township 3 North, Range 61 West, 6th P.M.
Sections 10, 14, 15, 21, 22, 23, 26, 27, 28, 32, 33, and 35

Township 3 North, Range 62 West, 6th P.M.
Sections 30, and 31

Township 3 North, Range 63 West, 6th P.M.
Sections 22, 24, 26, and 34

Township 4 North, Range 63 West, 6th P.M.
Sections 10, and 14

Township 7 North, Range 62 West, 6th P.M.
Sections 16, 25, and 36

Township 7 North, Range 63 West, 6th P.M.
Sections 26, and 28

On October 13, 2011, Chesapeake Explorations, LLC ("Chesapeake" or "Applicant"), by its attorneys, filed with the Commission a verified application ("Application") for an order to establish 55 approximate 640-acre drilling and spacing units for the below-listed lands ("Application Lands"), and approve two horizontal wells within each unit, for the production of oil, gas and associated hydrocarbons from the Niobrara Formation, with the surface location of the permitted well to be located within authorized GWA drilling windows, with the treated interval of the wellbore for the permitted well to be no closer than 460 feet from the unit boundaries, without exception being granted by the Director:

Township 1 North, Range 61 West, 6th P.M.
Sections 2, 3, 14, 15, 16, 17, 20, 25, 34, and 35

Township 1 North, Range 62 West, 6th P.M.
Sections 2, 3, 5, 10, 14, and 18

Township 2 North, Range 61 West, 6th P.M.
Sections 1, 3, 11, 15, 19, 26, 27, and 35

Township 2 North, Range 62 West, 6th P.M.
Sections 11, 13, 21, 22, 23, and 32

Township 3 North, Range 61 West, 6th P.M.
Sections 10, 14, 15, 21, 22, 23, 26, 27, 28, 32, 33, and 35

Township 3 North, Range 62 West, 6th P.M.
Sections 30, and 31

Township 3 North, Range 63 West, 6th P.M.
Sections 22, 24, 26, and 34

Township 4 North, Range 63 West, 6th P.M.
Sections 10, and 14

Township 7 North, Range 62 West, 6th P.M.
Sections 16, 25, and 36

Township 7 North, Range 63 West, 6th P.M.
Sections 26, and 28

NOTICE IS HEREBY GIVEN, that the Oil and Gas Conservation Commission of the State of Colorado, pursuant to the above, has scheduled the above-entitled matter for hearing on:

Date: Monday, December 12, 2011
Time: 1:00 p.m.

Tuesday, December 13, 2011
9:00 a.m.

Place: Weld County Administration Building
1150 O Street
Greeley, Colorado 80631

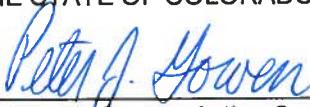
In accordance with the Americans with Disabilities Act, if any party requires special accommodations as a result of a disability for this hearing, please contact Margaret Humecki at (303) 894-2100 ext. 5139, prior to the hearing and arrangements will be made.

Pursuant to said hearing in the above-entitled matter at the time and place aforesaid, or at any adjourned meeting, the Commission will enter such orders as it deems appropriate to protect the health, safety and welfare of the public and to prevent the waste of oil and gas, either or both, in the operations of said field, and to carry out the purposes of the statute.

In accordance with Rule 509., any interested party desiring to protest the granting of the application or to intervene on the application should file with the Commission a written protest or intervention no later than November 23, 2011, briefly stating the basis of the protest or intervention. Such interested party shall, at the same time, serve a copy of the protest or intervention to the person filing the application. An original and 13 copies shall be filed with the Commission. Anyone who files a protest or intervention must be able to participate in a prehearing conference beginning November 23, 2011. Pursuant to Rule 503.g., if a party who has received notice under Rule 503.b. wishes to receive further pleadings in the above-referenced matter, that party must file a protest or intervention in accordance with these rules. In accordance with the practices of the Commission, should no protests or interventions be filed in this matter by November 23, 2011, the Applicant may request that an administrative hearing be scheduled beginning November 23, 2011. In the alternative, pursuant to Rule 511., if the matter is uncontested, the applicant may request, and the Director may recommend approval on the basis of the merits of the verified application and the supporting exhibits.

IN THE NAME OF THE STATE OF COLORADO

OIL AND GAS CONSERVATION COMMISSION
OF THE STATE OF COLORADO

By 
Peter J. Gowen, Acting Secretary

Dated at Suite 801
1120 Lincoln Street
Denver, Colorado 80203
November 4, 2011

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