

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

IN THE MATTER OF THE PROMULGATION AND) CAUSE NO. 535
ESTABLISHMENT OF FIELD RULES TO GOVERN)
OPERATIONS IN AN UNNAMED FIELD, ELBERT &) DOCKET NO. 1108-SP-79
DOUGLAS COUNTIES, COLORADO)

NOTICE OF HEARING

TO ALL INTERESTED PARTIES AND TO WHOM IT MAY CONCERN:

Rule 318.a. of the Rules and Regulations of the Oil and Gas Conservation Commission requires that wells drilled in excess of 2,500 feet in depth be located not less than 600 feet from any lease line, and located not less than 1,200 feet from any other producible or drilling oil or gas well when drilling to the same common source of supply. The below-listed lands are subject to this Rule for the Niobrara Formation:

Township 6 South, Range 63 West, 6th P.M.
Section 31: All

Township 7 South, Range 63 West, 6th P.M.
Section 6: All

Township 6 South, Range 64 West, 6th P.M.
Section 2, 11, 12, 34, 35, and 36: All

Township 7 South, Range 64 West, 6th P.M.
Section 1, 2, 3, 5, 7, 9, 12, 15 through 19, 29, and 34: All

Township 6 South, Range 65 West, 6th P.M.
Section 26 and 36: All

Township 7 South, Range 66 West, 6th P.M.
Section 8: All

On June 9, 2011, Chesapeake Exploration, LLC ("Chesapeake" or "Applicant"), by its attorneys, filed with the Commission a verified application (the "Application") for an order to establish twenty five (25) approximate 640-acre drilling and spacing units for the below-listed lands, and approve one horizontal well within each unit, for the production of oil, gas and associated hydrocarbons from the Niobrara Formation, with the treated interval of the wellbore for the permitted well to be no closer than 600 feet from the unit boundaries, without exception being granted by the Director:

Township 6 South, Range 63 West, 6th P.M.
Section 31: All

Township 7 South, Range 63 West, 6th P.M.
Section 6: All

Township 6 South, Range 64 West, 6th P.M.
Section 2, 11, 12, 34, 35, and 36: All

Township 7 South, Range 64 West, 6th P.M.
Section 1, 2, 3, 5, 7, 9, 12, 15 through 19, 29, and 34: All

Township 6 South, Range 65 West, 6th P.M.
Section 26 and 36: All

Township 7 South, Range 66 West, 6th P.M.
Section 8: All

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, August 8, 2011
Tuesday, August 9, 2011

Time: 9:00 a.m.

Place: Suite 801, The Chancery Building
1120 Lincoln Street
Denver, Colorado 80203

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 July 25, 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 during the week of July 25, 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 July 25, 2011, the Applicant may request that an administrative hearing be scheduled during the week of July 25, 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


Robert A. Willis, Acting Secretary

Dated at Suite 801
1120 Lincoln Street
Denver, Colorado 80203
June 30, 2011

Attorneys for Chesapeake:
William A. Keefe/Kenneth A. Wonstolen/Elizabeth Y. Gallaway
Beatty & Wozniak, P.C.
216 Sixteenth Street, Suite 1100
Denver, Colorado 80202
(303) 407-4499