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BLANCHARD, WALKER, O'QUIN & ROBERTS
A PROFESSIONAL LAW CORPORATION

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October 11, 2007

Honorable James H. Welsh
Commissioner of Conservation
State of Louisiana
Post Office Box 94275
Baton Rouge, Louisiana 70804-9275

Mailing Address:
P.O. Drawer 1126
Shreveport, LA 71163-1126

WM. TIMOTHY ALLEN, III
Direct: 318.934.0217
Email: tallen@bwor.com

RE: HEARING APPLICATION
Haynesville Zone, Reservoir A
Cotton Valley Formation, Reservoir A
Hosston Formation, Reservoir A
Pettit Formation, Reservoir A
Caspiana Field
Caddo Parish, Louisiana
Our File No. 230765.0114

Dear Sir:

On behalf of CHESAPEAKE OPERATING, INC., application is hereby made for a public hearing to receive evidence concerning the issuance of an order pertaining to the following matters relating to the Haynesville Zone, Reservoir A, Cotton Valley Formation, Reservoir A, Hosston Formation, Reservoir A, and Pettit Formation, Reservoir A, in the Caspiana Field, Caddo Parish, Louisiana:

1. To create one (1) additional drilling and production unit (to be designated as HA RA SUC) for the exploration for and production of gas and condensate from the Haynesville Zone, Reservoir A, in the Caspiana Field, Caddo Parish, Louisiana, as shown on the plat attached hereto;
2. To force pool and unitize all separately owned tracts, mineral leases, and other property interests within the proposed HA RA SUC, with allocation of production from the unit well to the tracts within such unit therefor to be on the basis of surface acreage;
3. To provide that future wells drilled to the Haynesville Zone, Reservoir A, in the Caspiana Field, Caddo Parish, Louisiana, within or outside the proposed unit, shall be located in accordance with Statewide Order No. 29-E;
4. To redefine the Cotton Valley Formation, Reservoir A, in the Caspiana Field, INsofar AND ONLY INsofar AS TO CV RA SU81, as that gas and condensate bearing interval encountered between the depths of 8,535 feet and 10,910 feet (electrical log measurements) in the Chesapeake Operating, Inc. -SRLT 29 No. 1 Well, located in Section 29, Township 16 North, Range 15 West, Caddo Parish, Louisiana.
5. Except for the redefinition of the Cotton Valley Formation, Reservoir A, as set forth herein, to confirm and continue CV RA SU81 in full force and effect;
6. To permit the Applicant to drill, designate and utilize its Carr 1 No. 1 Well as an alternate unit well for CV RA SU81, HOSS RASU88 and PET RA SURR, at the location shown on the plats attached hereto, in exception to the spacing provisions of Office of Conservation Order No. 191-A, effective February 15, 1975, Order No. 191-B, effective April 15, 1975 and Order No. 191-C, effective April 13, 1976;
7. To extend the provisions of Office of Conservation Order No. 191-20, effective April 18, 2000, to permit the downhole combination of the Haynesville Zone, Reservoir A with the Cotton Valley Formation, Hosston Formation, and Pettit Formation Reservoirs A, or any combination thereof, in any well drilled on HA RA SUC, CV RA SU81, HOSS RA SU88 and PET RA

SURR, in which the ownership and acreage is identical.

8. To consider such other matters and issue such orders as may be appropriate and justified by the evidence presented at the hearing.

The Haynesville Zone, Reservoir A, in the Caspiana Field, and Caddo Parishes is defined as that gas and condensate bearing interval encountered between the depths of 10,910 feet and 11,487 feet (electrical log measurements) in the Chesapeake Operating, Inc. -SRLT 29 No. 1 Well, located in Section 29, Township 16 North, Range 15 West, Caddo Parish, Louisiana.

The Cotton Valley Formation, Reservoir A, in the Caspiana Field, Caddo and DeSoto Parishes, Louisiana, was initially defined in Office of Conservation Order No. 191-A, effective February 15, 1975, was further defined in Order No. 191-A-5, effective February 22, 1983, and was redefined in Order No. 191-A-131, effective April 18, 2006, as to CV RA SU81, but shall be redefined as set forth above.

The Hosston Formation, Reservoir A, in the Caspiana Field, Caddo, DeSoto, and Red River Parishes, Louisiana, was initially defined in Office of Conservation Order No. 191-B, effective April 15, 1975, and was redefined as to HOSS RA SU88 by Order No. 191-B-125, effective April 18, 2006.

The Pettit Formation, Reservoir A, in the Caspiana Field, Caddo, DeSoto, and Red River Parishes, Louisiana, was initially defined in Office of Conservation Order No. 191-C, effective April 13, 1976, and was redefined as to PET RA SURR by Order No. 191-C-6, effective April 18, 2006.

Pertinent data concerning the intended application will be made available for inspection at the offices of Blanchard, Walker, O'Quin & Roberts, 15th Floor, Chase Tower, 400 Texas Street, Shreveport, Louisiana 71101. Any person wishing to inspect such data should call Wm. Timothy Allen III at (318) 221-6858 during normal business hours or write Mr. Allen at the above address, in order to arrange a date and time for such inspection. A copy of any such pertinent data can be obtained at the expense of the requesting party.

A list of the names and addresses of all Interested Owners, Represented Parties and Interested Parties (as defined in the Rules of Procedure) is attached hereto, and a copy of this notice, with the annexed plats, is being sent to each of such persons. A reasonable effort has been made to determine that the enclosed list includes all of the persons to whom this notice must be sent under the Rules of Procedure.

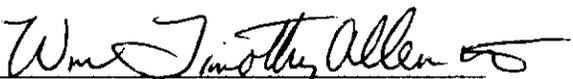
By Pre-Application Notice dated September 25, 2007, applicant advised the Commissioner of Conservation, the District Manager and all Interested Owners, Represented Parties and Interested Parties of applicant's intention to apply for the hearing which is the subject of this application. Applicant received no request for a Pre-Application Conference, and accordingly, no conference was held.

A check in the amount of \$3,020.00 made payable to the Commissioner of Conservation is enclosed herewith as the statutory fee for holding the requested hearing.

This application is being filed in duplicate, and a copy hereof is being sent to Mr. James C. Broussard, Shreveport District Manager of the Office of Conservation and to each Interested Owner, Represented Party and Interested Party whose name is shown on the attached list.

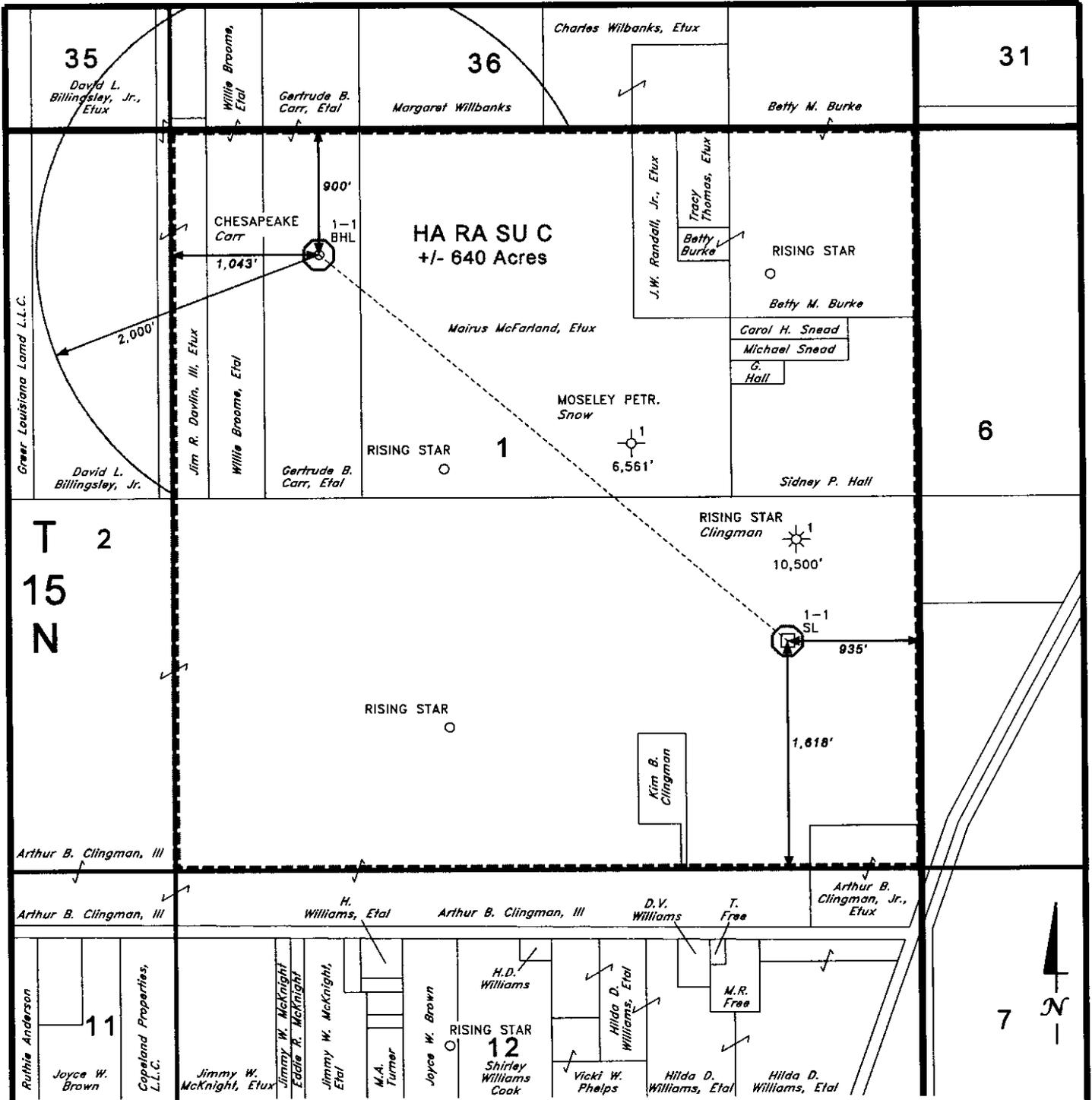
Very truly yours,

BLANCHARD, WALKER, O'QUIN & ROBERTS

By: 
Wm. Timothy Allen III
Attorneys for Chesapeake Operating, Inc.

WTAlII:kmw
Enclosures

cc: Mr. James C. Broussard, Shreveport
District Manager (w/enclosures)
cc: Interested Owners, Represented Parties
and Interested Parties (w/copy of plats only)



Geo-Draft, Inc.
 (504) 636-2882

○ - PROPOSED UNIT WELL
 - - - - - PROPOSED UNIT
 NOTE: ALL UNIT BOUNDARIES ARE GEOGRAPHIC.
 NOTE: 2,000' RADIUS MEASURED INTO ADJACENT UNITS.

EXHIBIT No. DOCKET No.

CHESAPEAKE OPERATING, INC.

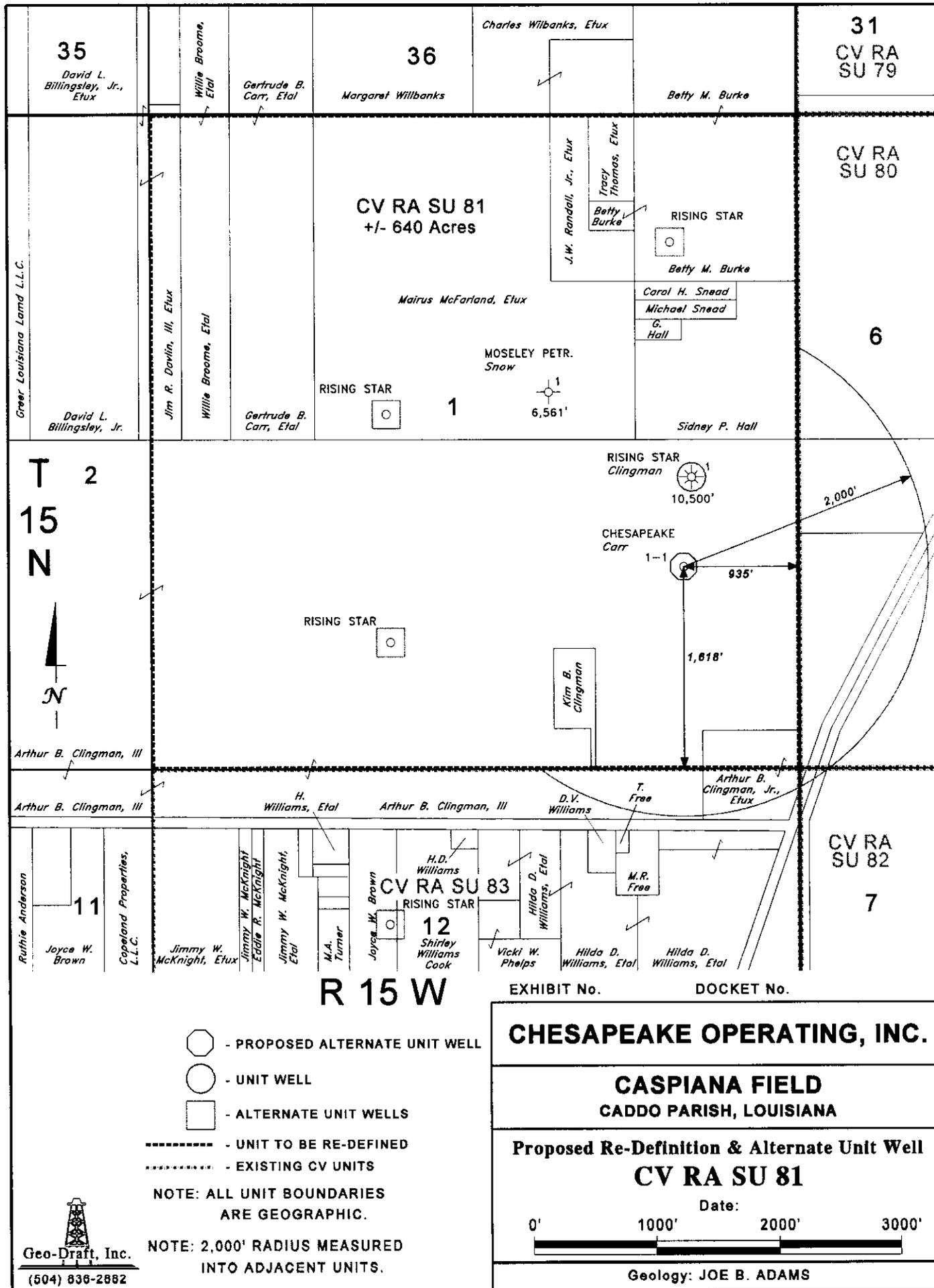
CASPIANA FIELD
 CADDO PARISH, LOUISIANA

Proposed Unit
Haynesville Zone, Reservoir A

Date:

0' 1000' 2000' 3000'

Geology: JOE B. ADAMS



35

David L. Billingsley, Jr., Etux

36

Margaret Willbanks

31

CV RA SU 79

Betty M. Burke

CV RA SU 81
+/- 640 Acres

CV RA SU 80

RISING STAR

Betty Burke

Betty M. Burke

Mairus McFarland, Etux

Carol H. Snead

Michael Snead

G. Hall

6

MOSELEY PETR. Snow

RISING STAR

1

6,561'

Sidney P. Hall

T 15 N



RISING STAR Clingman



10,500'

CHESAPEAKE Carr

1-1



935'

1,618'

2,000'

RISING STAR



Kim B. Clingman

Arthur B. Clingman, III

Arthur B. Clingman, III

H. Williams, Etux

Arthur B. Clingman, III

D.V. Williams

T. Free

Arthur B. Clingman, Jr., Etux

CV RA SU 82

7

CV RA SU 83

RISING STAR

12

Shirley Williams Cook

M.R. Free

Ruthie Anderson
Joyce W. Brown

Capeland Properties, L.L.C.

Jimmy W. McKnight, Etux

Jimmy W. McKnight
Eddie R. McKnight

Jimmy W. McKnight, Etux

M.A. Turner

Joyce W. Brown

H.D. Williams

Hilda D. Williams, Etux

Vicki W. Phelps

Hilda D. Williams, Etux

Hilda D. Williams, Etux

R 15 W

EXHIBIT No.

DOCKET No.

CHESAPEAKE OPERATING, INC.

**CASPIANA FIELD
CADDO PARISH, LOUISIANA**

Proposed Re-Definition & Alternate Unit Well

CV RA SU 81

Date:



Geology: JOE B. ADAMS

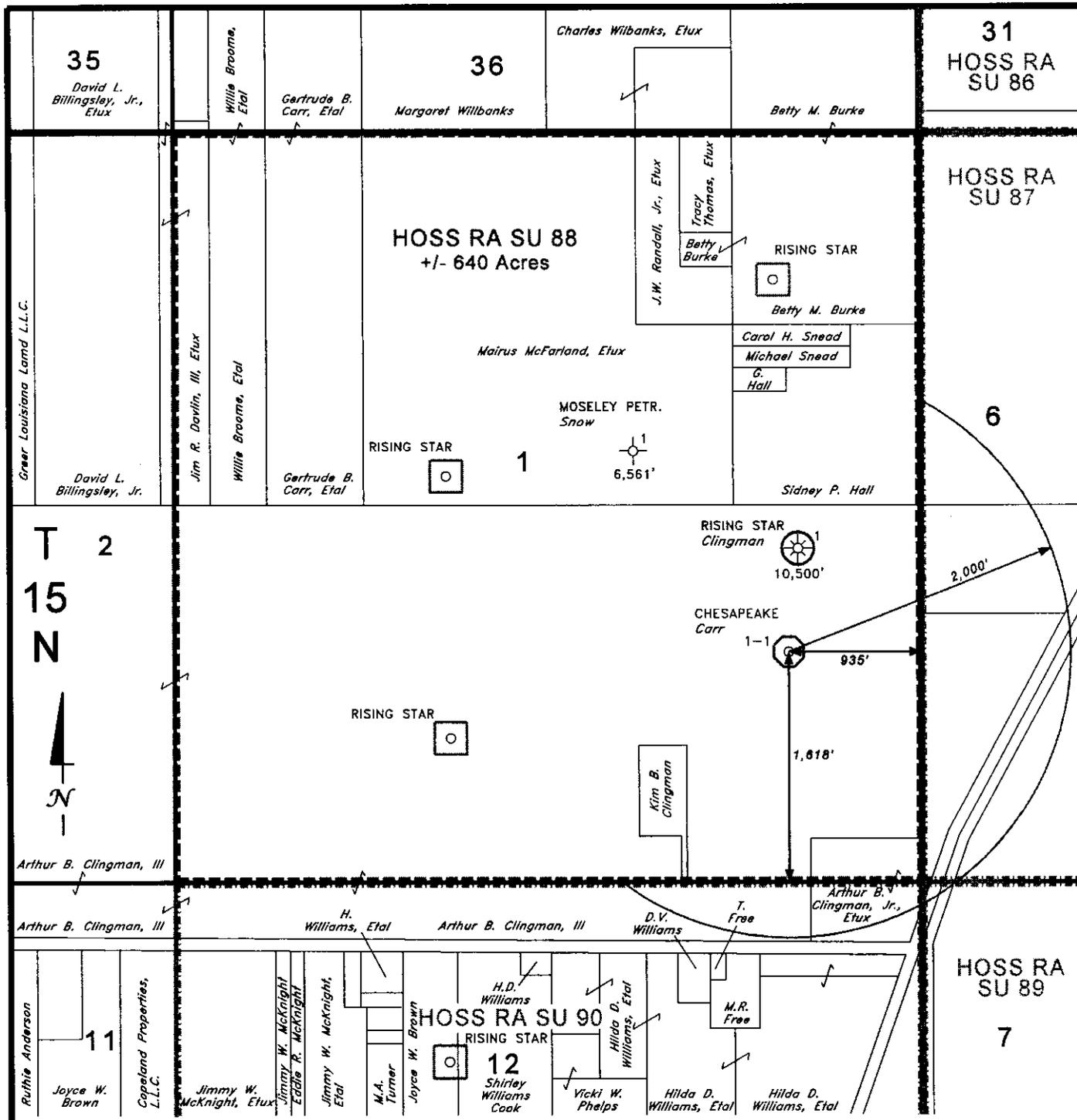
- PROPOSED ALTERNATE UNIT WELL
- UNIT WELL
- ALTERNATE UNIT WELLS

- UNIT TO BE RE-DEFINED
- EXISTING CV UNITS

NOTE: ALL UNIT BOUNDARIES ARE GEOGRAPHIC.

NOTE: 2,000' RADIUS MEASURED INTO ADJACENT UNITS.

Geo-Draft, Inc.
(504) 836-2882



Greer Louisiana Land L.L.C.

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R 15 W

- PROPOSED ALTERNATE UNIT WELL
- UNIT WELL
- ALTERNATE UNIT WELLS
- EXISTING HOSS UNITS

NOTE: ALL UNIT BOUNDARIES ARE GEOGRAPHIC.
NOTE: 2,000' RADIUS MEASURED INTO ADJACENT UNITS.

EXHIBIT No. DOCKET No.

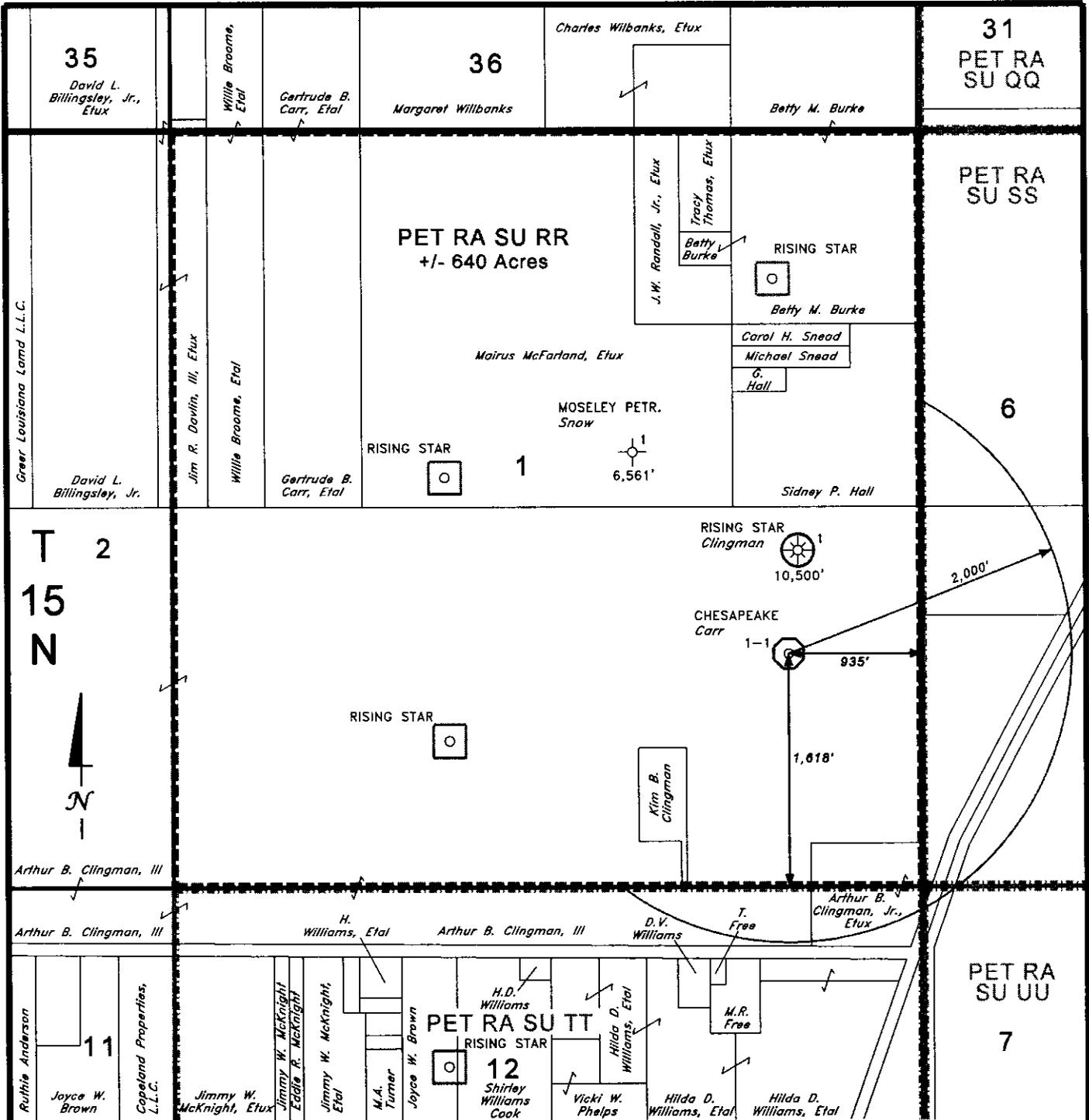
CHESAPEAKE OPERATING, INC.

**CASPIANA FIELD
CADDO PARISH, LOUISIANA**

**Proposed Alternate Unit Well
Hosston Zone, Reservoir A**



Geology: JOE B. ADAMS



Greer Louisiana Land L.L.C.

T 2
15
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Arthur B. Clingman, III

Arthur B. Clingman, III

Ruffie Anderson
11
Joyce W. Brown
Copeland Properties, L.L.C.

Jimmy W. McKnight, Etux
Jimmy W. McKnight
Eddie R. McKnight
Jimmy W. McKnight, Etux
M.A. Turner
Joyce W. Brown

H. Williams, Etux

Arthur B. Clingman, III

D.V. Williams

T. Free

Arthur B. Clingman, Jr., Etux

PET RA SU TT
12
RISING STAR
Shirley Williams Cook

Hilda D. Williams, Etux
Vicki W. Phelps
Hilda D. Williams, Etux
Hilda D. Williams, Etux

M.R. Free

PET RA SU UU
7

R 15 W

EXHIBIT No. DOCKET No.

CHESAPEAKE OPERATING, INC.

**CASPIANA FIELD
CADDO PARISH, LOUISIANA**

**Proposed Alternate Unit Well
Pettit Formation, Reservoir A**

Date:



Geology: JOE B. ADAMS

- PROPOSED ALTERNATE UNIT WELL
- UNIT WELL
- ALTERNATE UNIT WELLS
- EXISTING PET UNITS

NOTE: ALL UNIT BOUNDARIES ARE GEOGRAPHIC.
NOTE: 2,000' RADIUS MEASURED INTO ADJACENT UNITS.