

HARGROVE, SMELLEY, STRICKLAND & LANGLEY

JOSEPH L. HARGROVE, JR.
DAVID L. SMELLEY
PAUL A. STRICKLAND
GLENN L. LANGLEY
LOUISE F. PEARCE
T. ISSAC HOWELL
MAGAN F. CAUSEY

OF COUNSEL
WILLIAM G. CONLY

(A PROFESSIONAL LAW CORPORATION)
AMERICAN TOWER, SUITE 600
401 MARKET STREET
SHREVEPORT, LOUISIANA 71101-3239

THOMAS J. WYATT (1942-1996)

MAILING ADDRESS
POST OFFICE BOX 59
SHREVEPORT, LOUISIANA 71161-0059
TELEPHONE (318) 429-7200
TELECOPIER (318) 429-7201

October 31, 2007

Honorable James H. Welsh
Commissioner of Conservation
State of Louisiana
Post Office Box 44275
Baton Rouge, Louisiana 70804-4275

Re: APPLICATION FOR PUBLIC HEARING

Lower Cotton Valley Formation, Reservoir A; Cotton Valley
"D" Zone; and Hosston (Travis Peak) Zone; SLIGO FIELD,
Bossier Parish, Louisiana.

Dear Sir:

CHESAPEAKE OPERATING, INC. ("Applicant"), hereby respectfully applies for a public hearing to consider evidence relative to the issuance of Orders pertaining to the following matters relating to the Lower Cotton Valley Formation, Reservoir A; the Cotton Valley "D" Zone; and to the Hosston (Travis Peak) Zone; all in the Sligo Field, Bossier Parish, Louisiana:

1. To permit Applicant to drill, designate and utilize seven (7) additional alternate unit wells for HOSS TP SUL, CV D SUK and LCV RA SUK, at the locations shown on attached plats, or at any more exceptional location which is within fifty (50) feet of these locations but no closer than three hundred thirty (330) feet to any unit boundary.
2. To approve an exception to the spacing provisions of Office of Conservation Order No. 8-B, effective September 1, 1956 (applicable to the Cotton Valley "D" Zone and Hosston [Travis Peak] Zone), and Office of Conservation Order No. 8-K, effective October 16, 1990 (applicable to the Lower Cotton Valley Formation, Reservoir A), for any of the proposed alternate unit wells, the location of which, as shown on the attached plats, does not comply with the spacing provisions of these Orders.
3. To find that each of the proposed alternate unit wells is necessary to efficiently and economically drain a portion of the hydrocarbons underlying the unit on which it is located which cannot be efficiently and economically drained by any existing well on such unit.
4. To consider such other matters as may be appropriate and justified by the evidence presented at the hearing.

The Lower Cotton Valley Formation, Reservoir A, in the Sligo Field, Bossier Parish, Louisiana, was defined in Office of Conservation Order No. 8-K, effective October 16, 1990.

The Cotton Valley "D" Zone and the Hosston (Travis Peak) Zone in the Sligo Field, Bossier Parish, Louisiana, were defined in Office of Conservation Order No. 8-B, effective September 1, 1956.

dls/app/sligo60.application.wpd

Honorable James H. Welsh
October 31, 2007
Page 2

Any pertinent data concerning this application will be available for inspection at the offices of Joe B. Adams, 21010 Vermont Street, Livingston, Louisiana 70754. Any person desiring to inspect any such data should call Mr. Adams at (225) 686-2355 during normal business hours in order to arrange a date and time for such inspection. A copy of any such pertinent data which is not otherwise available from the records of the Louisiana Office of Conservation can be obtained from Applicant at the expense of the requesting party.

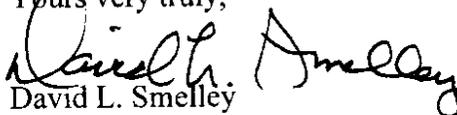
As provided by the Revised Rules of Procedure, the subject matter of this application does not require the issuance of a pre-application notice; therefore, no such notice has been issued.

Pursuant to the aforesaid Rules of Procedure, Applicant has made a reasonable effort to obtain the names and addresses of all Interested Owners, Represented Parties and Interested Parties to whom notice of this application is being sent and has attached hereto a list of the names and addresses of such parties. A copy of this letter, and of each of the attached plats, is being sent to the District Manager of the Shreveport District of the Office of Conservation and to each of the Interested Owners, Represented Parties and Interested Parties shown on the attached list.

Applicant will provide for posting of a copy of the Legal Notice of this hearing, and of the enclosed plats, at a prominent place in the area affected and will cause publication of the Legal Notice in a newspaper published in the general area of Sligo Field, all in accordance with the Revised Rules of Procedure. Furthermore, a copy of the Legal Notice will be mailed to all Interested Owners, Represented Parties and Interested Parties promptly upon receipt of the Legal Notice from the Commissioner.

A check payable to the Office of Conservation and covering the application fee is enclosed.

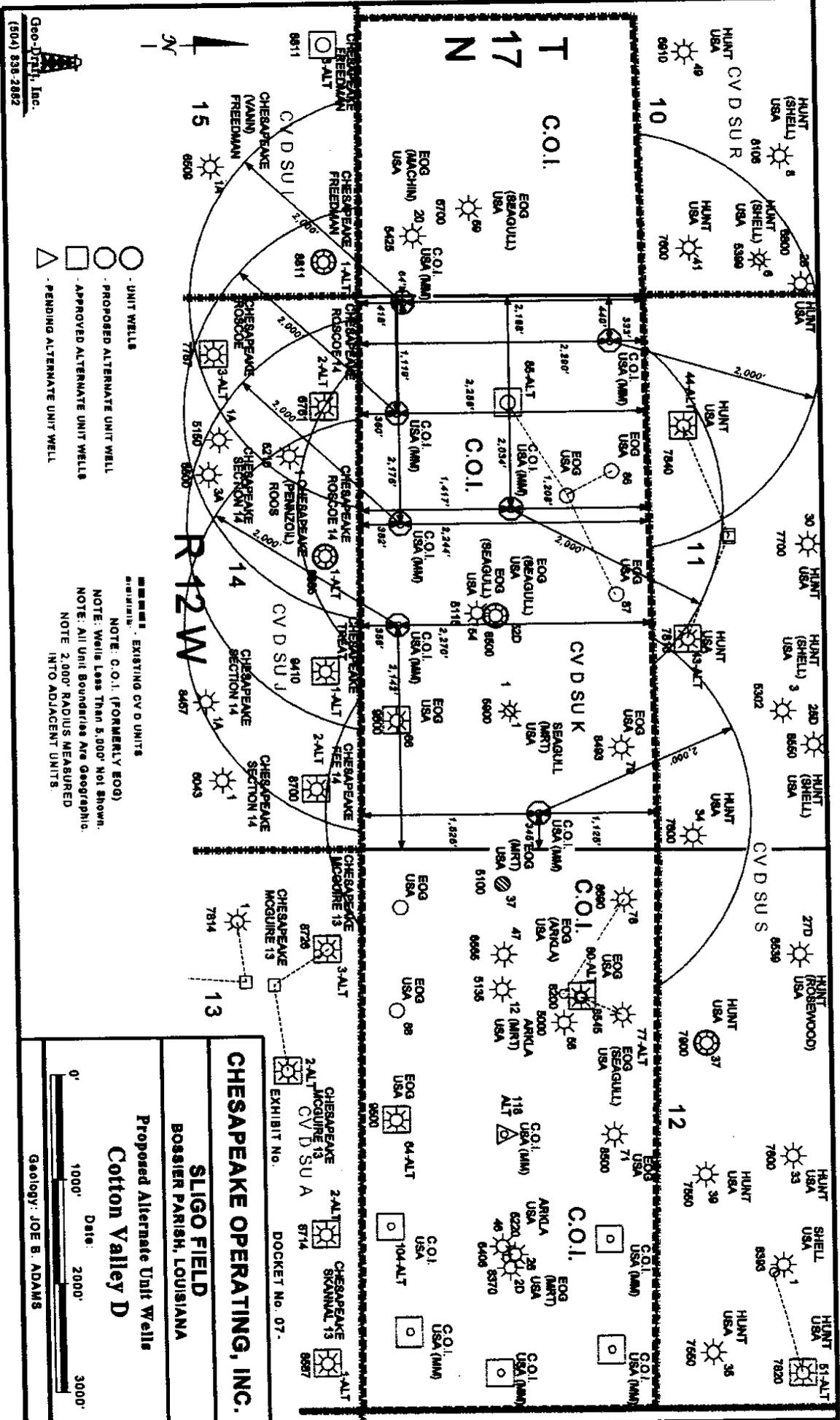
Yours very truly,


David L. Smelley

-- Attorney for Chesapeake Operating, Inc.

DLS:dp
Enclosures

cc: Mr. Jim Broussard (w/encls.)
Ms. Denise Cramer (w/encls.)
Mr. Joe Adams (w/encls.)
Interested Owners, Represented
Parties and Interested Parties (w/plats only)



Geo-Data, Inc.

(804) 338-2862

- - UNIT WELLS
- - PROPOSED ALTERNATE UNIT WELL
- - APPROVED ALTERNATE UNIT WELLS
- △ - PENDING ALTERNATE UNIT WELL

EXISTING CV D UNITS

NOTE: C.O.I. (FORMERLY EOG)

NOTE: WELLS LESS THAN 5,000' NOT SHOWN.

NOTE: ALL UNIT BOUNDARIES ARE GEOGRAPHIC.

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

CHESAPEAKE OPERATING, INC.

SLIGO FIELD

BOSSIER PARISH, LOUISIANA

Proposed Alternate Unit Wells

Cotton Valley D

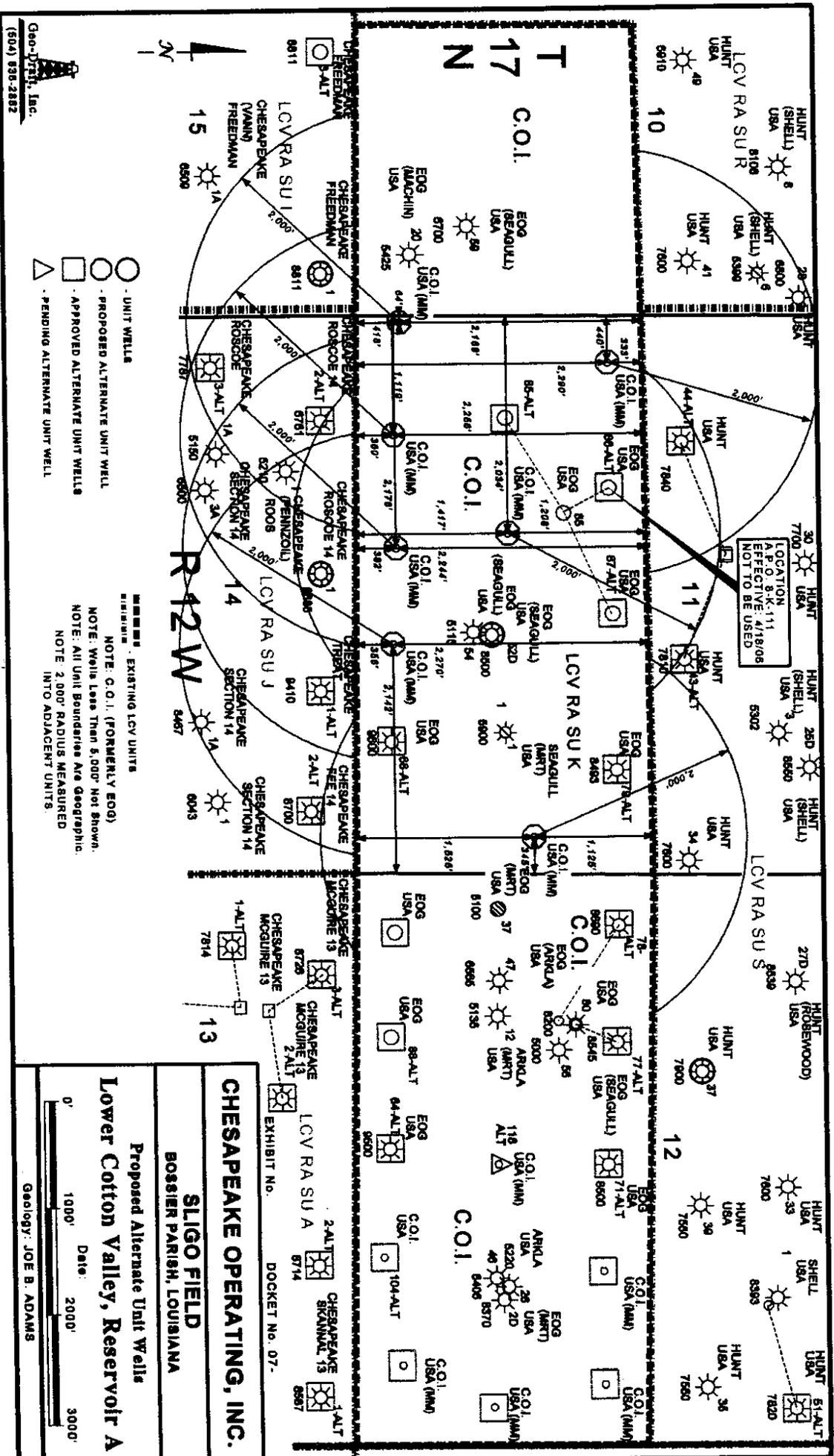
Date: 2000

Geology: JOE B. ADAMS



DOCKET No. 07.

EXHIBIT No.



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

- - UNIT WELLS
- - PROPOSED ALTERNATE UNIT WELL
- - APPROVED ALTERNATE UNIT WELLS
- △ - PENDING ALTERNATE UNIT WELL

EXISTING - EXISTING LCV UNITS
 NOTE: C.O.I. (FORMERLY EOG)
 NOTE: Wells Less Than 5,000' Not Shown.
 NOTE: All Unit Boundaries Are Geographic.
 NOTE 2,000' RADIUS MEASURED
 INTO ADJACENT UNITS.

CHESAPEAKE OPERATING, INC.

SLOGO FIELD

BOSSIER PARISH, LOUISIANA

Proposed Alternate Unit Wells

Lower Cotton Valley, Reservoir A

Date: 2000'

Geology: JOE B. ADAMS