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May 26, 2009

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

RE: HEARING APPLICATION
Haynesville Zone, Reservoir A
Swan Lake Field
Caddo and Bossier Parishes, Louisiana
Our File No.230765.225

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, in the Swan Lake Field, Caddo and Bossier Parishes, Louisiana:

1. To create one (1) additional drilling and production unit (to be designated as HA RA SUT) for the exploration for and production of gas and condensate from the Haynesville Zone, Reservoir A, in the Swan Lake Field, Caddo and Bossier Parishes, 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 unit, with allocation of production to the tracts within such unit to be on the basis of surface acreage.

3. To designate a unit operator and to designate a unit well for said unit, if appropriate.

4. With respect to future horizontal wells drilled to the Haynesville Zone, Reservoir A, in the proposed unit, where the horizontal portion of the well is cased and cemented back above the top of the Haynesville Zone, Reservoir A, the distance to any unit boundary and between wells will be calculated based on the distance to the nearest perforation in the well, and not based on the penetration point or terminus;

5. Except to the extent contrary herewith, to extend the provisions of Office of Conservation Order No. 691-C, effective November 18, 2008, as amended and supplemented by the 691-C Series of Orders, to the proposed unit.

6. 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 Swan Lake Field, is fully defined in Office of Conservation Order No. 691-C, effective November 18, 2008.

Pertinent data concerning the intended application will be made available for inspection at the offices of Blanchard, Walker, O'Quin & Roberts, Chase Tower, 400 Texas Street, Shreveport, Louisiana 71163-1126. 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 Revised Rules of Procedure) is attached hereto, and a copy of this notice, with the annexed plat, 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 Revised Rules of Procedure.

By Pre-Application Notice dated May 13, 2009, 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 timely request for a Pre-Application Conference, and accordingly, no conference will be held.

A check in the amount of $755.00 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.

You may have received this Hearing Application even though your property may not be included in the proposed unit, because the Revised Rules of Procedure require us to attempt to also notify everyone owning an interest in the area "proximate to" the proposed unit.

Your receipt of this Hearing Application does not require you to take any action. It is meant to notify you of these proceedings so that you have the opportunity to participate if you so desire.

Very truly yours,

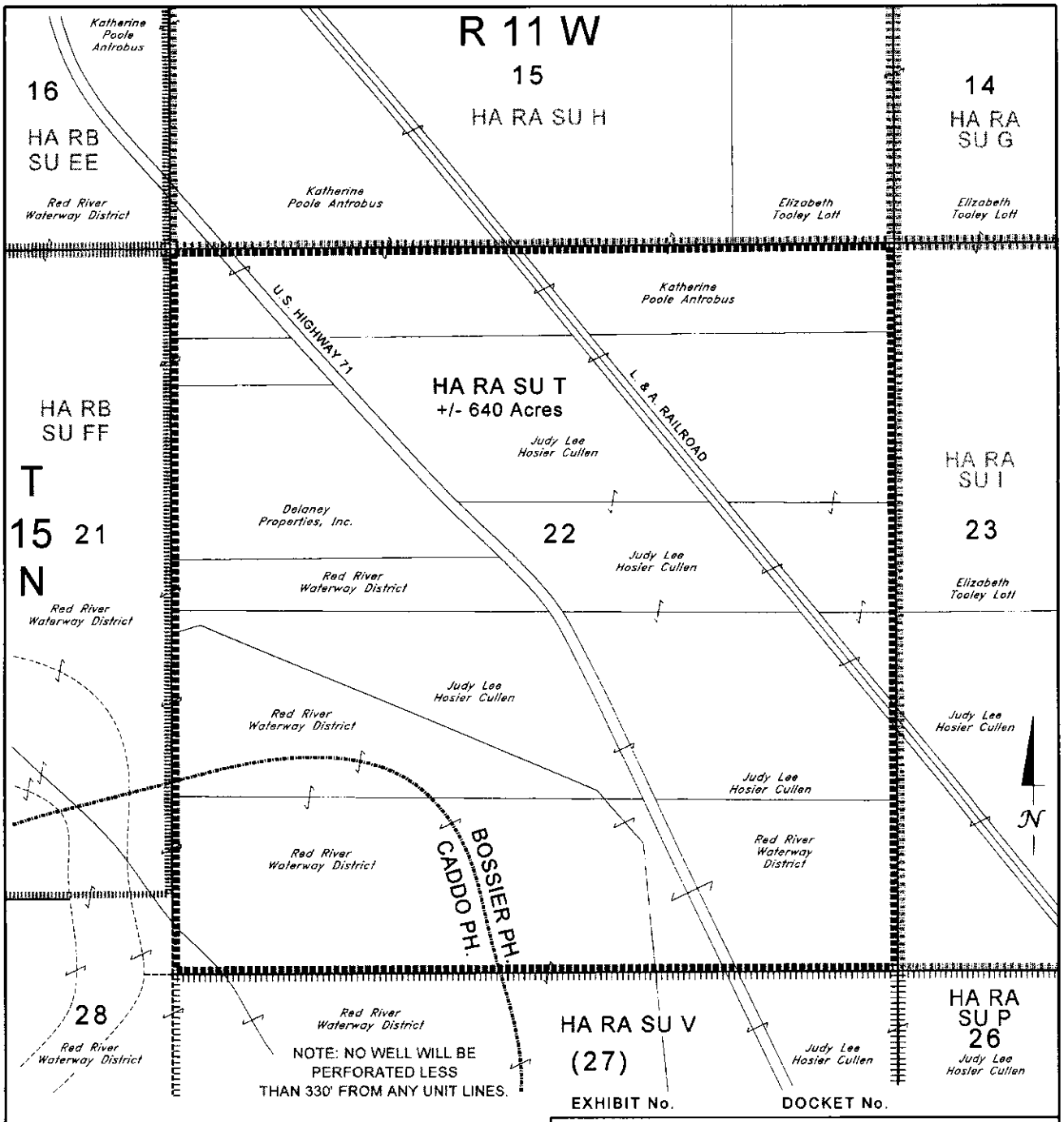
BLANCHARD, WALKER, O'QUIN & ROBERTS

By: Wm. Timothy Allen III

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

WTAIII:kmw
Enclosures

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



- PROPOSED UNIT
- EXISTING HA RA UNITS (SWAN LAKE FIELD)
- PENDING HA RA UNITS (SWAN LAKE FIELD)
- PENDING HA RB UNITS (CASPIANA FIELD)

NOTE: ALL UNIT BOUNDARIES
ARE GEOGRAPHIC.

NOTE: ONLY WELLS BELOW
10,100' ARE SHOWN.

Geo-Draft, Inc.

CHESAPEAKE OPERATING, INC.

SWAN LAKE FIELD

CADDO & BOSSIER PARISHES, LOUISIANA

Proposed Unit

Haynesville Zone, Reservoir A

Date:

0' 1000' 2000' 3000'

Geology: JOE B. ADAMS