LEGAL NOTICE

STATE OF LOUISIANA, OFFICE OF CONSERVATION, BATON ROUGE, LOUISIANA.

In accordance with the laws of the State of Louisiana, and with particular reference to the provisions of Title 30 of Louisiana Revised Statutes of 1950, a public hearing will be held in the Hearing Room, 1st Floor, LaSalle Building, 617 North 3rd Street, Baton Rouge, Louisiana, at 9:00 a.m. on **TUESDAY, OCTOBER 26, 2010,** upon the application of **CHESAPEAKE OPERATING, INC.**

At such hearing the Commissioner of Conservation will consider evidence relative to the issuance of Orders pertaining to the following matters relating to the **Haynesville Zone, Reservoir A,** in the Greenwood-Waskom Field, Caddo Parish, Louisiana.

1. To create three (3) additional drilling and production units for the exploration for and production of gas and condensate from the Haynesville Zone, Reservoir A.
2. To redefine the Haynesville Zone, Reservoir A, INSOFAR AND ONLY INSOFAR as to the proposed units, in accordance with the Definition section hereof.
3. To force pool and integrate all separately owned tracts, mineral leases and other property interests within the proposed units, with each tract sharing in unit production on a surface acreage basis of participation.
4. To designate Chesapeake Operating, Inc. as the operator of, and a unit well for each of the proposed units, if appropriate.
5. To provide that with respect to horizontal wells drilled to the Haynesville Zone, Reservoir A, within or to serve the proposed units, 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 any offset well(s) should be calculated based on the distance to the nearest perforation in the well, and not based on the penetration point or terminus.
6. To extend to the proposed units, to the extent not inconsistent herewith, all pertinent provisions of Office of Conservation Order No. 270-MM, effective June 19, 2007, as amended and supplemented by the 270-MM Series of Orders, and all applicable Statewide Orders.
7. To consider such other matters as may be pertinent.

The Haynesville Zone was previously defined in Order No. 270-MM, effective June 19, 2007, and is hereby redefined INSOFAR AND ONLY INSOFAR as to the units proposed herein, as being that gas and condensate bearing zone encountered between the depths of 9,828' and 11,145' (electrical log measurements) in the Encore Operating Louisiana, LLC (formerly Greystone Oil & Gas, LLP)-Querbes No. 2 Well located in Section 29, Township 16 North, Range 16 West.

Plats are available for inspection in the Office of Conservation in **Baton Rouge** and **Shreveport,** Louisiana.

http://dnr.louisiana.gov/conshearings

All parties having interest therein shall take notice thereof.

BY ORDER OF:

JAMES H. WELSH
COMMISSIONER OF CONSERVATION

Baton Rouge, LA 9/21/10;9/24/10 S lck

IN ACCORDANCE WITH THE AMERICANS WITH DISABILITIES ACT, IF YOU NEED ASSISTANCE AT THE HEARING, PLEASE CONTACT THE OFFICE OF CONSERVATION-ENGINEERING DIVISION AT P.O. BOX 94275, BATON ROUGE, LA 70804-9275 IN WRITING WITHIN TEN (10) WORKING DAYS OF THE HEARING DATE.