

JOSEPH ONEBANE (1917-1987)
JOHN G. TORIAN, II (1936-1991)

TIMOTHY J. MCNAMARA
EDWARD C. ABELL, JR.
LAWRENCE L. LEWIS, III †
DOUGLAS W. TRUXILLO *
RANDALL C. SONGY
MICHAEL G. DURAND
GREG GUIDRY *
GRAHAM N. SMITH *
GARY P. KRAUS
RICHARD J. PETRE, JR.
THOMAS G. SMART
ROGER E. ISHEE **
STEVEN C. LANZA
GREG R. MIER ††
MARIA FABRE MANUEL
CRAIG A. RYAN
JOAN LABBE BOUDREAU
JASMINE B. BERTRAND
JEREMY B. SHEALY
JAMES D. BAYARD
STEVEN T. RAMOS
MATTHEW C. HEBERT
GINGER HARGETT WELBORN

ONEBANE LAW FIRM

A Professional Corporation

1200 CAMELLIA BOULEVARD (70508)
SUITE 300
POST OFFICE BOX 3507
LAFAYETTE, LOUISIANA 70502-3507

TELEPHONE: (337) 237-2660
FAX: (337) 266-1232

WWW.ONEBANE.COM

March 16, 2010

APPLICATION

OF COUNSEL
WILLIAM E. KELLNER
GREGORY K. MOROUX
FREDERICK R. PARKER, JR. ‡
JOHN F. PARKER
KAREN DANIEL ANCELET
JAMES L. ALCOCK, JR.

SHREVEPORT OFFICE

333 TEXAS STREET
SUITE 1180
SHREVEPORT, LA 71101
TELEPHONE: (318) 674-9770
FAX: (318) 674-9775

‡ LL.M. IN HEALTH LAW
† BOARD CERTIFIED TAX ATTORNEY
LL.M. IN TAXATION
†† REGISTERED PATENT ATTORNEY
* ALSO ADMITTED IN TEXAS
** ALSO ADMITTED IN MISSISSIPPI

7097-70271

Honorable James H. Welsh
Commissioner of Conservation
Louisiana Office of Conservation
P.O. Box 94275
Baton Rouge, LA 70804-4275

RE: Haynesville Zone, Reservoir A
Elm Grove Field
Bossier and Bienville Parishes, Louisiana

Dear Commissioner Welsh:

Application is hereby made on behalf of **CHESAPEAKE OPERATING, INC.**, for the calling of a public hearing, after thirty (30) days legal notice, to consider evidence relative to the issuance of Orders pertaining to the following matters related to the **Haynesville Zone, Reservoir A**, in the **Elm Grove Field**, Bossier and Bienville Parishes, Louisiana, for which rules and regulations were established and a single drilling and production unit was created by Office of Conservation Order No. 361-L, effective July 29, 2008, as amended and supplemented by the 361-L Series of Orders, to-wit:

1. To create 6 (six) additional drilling and production units for the exploration for and production of gas and condensate from the Haynesville Zone, Reservoir A, such units to be designated HA RA SUWW, HA RA SU111, HA RA SU112, HA RA SU114, HA RA SU115, and HA RA SU116;
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. 361-L, effective July 29, 2008, as amended and supplemented by the 361-L Series of Orders, and all applicable Statewide Orders; and
7. To consider such other matters as may be appropriate and justified by the evidence presented at the hearing.

The Haynesville Zone, Reservoir A, in the Elm Grove Field, Bossier and Bienville Parishes, Louisiana, was defined in Office of Conservation Order No. 361-L, effective July 29, 2008, and is hereby redefined INsofar AND ONLY INsofar as the units proposed herein are concerned, as being that stratigraphic equivalent of that gas and condensate bearing zone encountered between the depths of 9,650 feet and 11,426 feet (electrical log measurements) in the KCS Resources, Inc. - Elm Grove Plantation No. 15, located in Section 9, Township 16 North, Range 11 West, Bossier Parish, Louisiana.

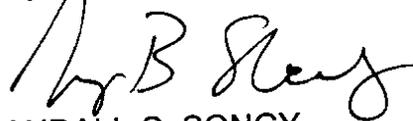
A conference to discuss the proposed application and any opposition thereto was held at 9:00 a.m. on March 11, 2010, at The Petroleum Club, 416 Travis Street, Shreveport, Louisiana. A list of the parties who attended the pre-application conference is attached. Jeremy B. Shealy, attorney for the applicant, opened the conference with a discussion on unitization and the Rules of Procedure. David Comeaux, geological consultant for the applicant, explained the applicant's proposal and the geological, engineering and other bases therefor, and Mr. Shealy and Mr. Comeaux, in a collaborative effort, answered questions. The conference was then adjourned. There was no opposition to the proposal expressed at the conference and no opposition is expected at the hearing.

Pertinent data relating to the proposed application can be obtained, AT THE COST OF THE REQUESTING PARTY, by contacting David Comeaux, with Leon Comeaux & Associates, 305 La Rue France, Lafayette, LA 70508 (337) 233-9839.

There are attached hereto and made a part hereof two (2) plats outlining the proposed units and a list of the names and addresses of the interested parties to whom this unitization proposal is being sent. Pursuant to the Revised Rules of Procedure, such list of parties is being furnished ONLY to the Commissioner of Conservation and to the District Manager of the Shreveport District of the Office of Conservation. However, the list of parties will be provided to any party requesting a copy of it. A reasonable effort was made to ascertain the names and addresses of all Interested Owners, Represented Parties and Interested Parties.

Finally, enclosed herein is our check in the amount of \$755.00 made payable to the Office of Conservation in payment of the required hearing application fee.

Very truly yours,



RANDALL C. SONGY
JEREMY B. SHEALY

RCS/JBS/smp/bad
Enclosures

cc: Interested Owners, Represented Parties,
and Interested Parties

Mr. Jim Broussard, District Manager
Office of Conservation

P.S. To all Interested Owners, Represented Parties and Interested Parties:

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

Your receipt of this 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.

R11W
36

R10W
31

T 32
17 HA RA SU62
N 361-L-33

P.D. Burton

James Collier

Arnold Bolton
Cherles Meadows, et ux

MLJ, LLC

Proposed
HA RA SU114
±640 Acres

HA RA SU81
361-L-42

Eddie O. Daniel, Jr.

1

Edward Skidmore, Sr.

Jerry McDonald, et al

Pat Laoux

6

Mimosa Gardens

Risinger Properties, LLC

James Rodgers

Risinger Properties, LLC

5

HA RA SUYY

Risinger Properties, LLC

HA RA SU97
361-L-65

12

Charles Gadpaille

Michael Jones
Billy Burnette, et ux
Red Oak Timber
David Phillips, et ux
Courtesy Realty, LLC
M.W. Taylor, et ux

Beauvais

McElroy

7

Risinger Properties, LLC

Proposed
HA RA SU115
±640 Acres

Jack Grigsby

Gulf South Pipeline

Wray

Lake Bistineau
8

State of LA

State of LA

Risinger Properties, LLC

HA RA SUWW

DOCKET NO. 10-

EXHIBIT NO.

Wm. Elston, et al

HA RA SU99
361-L-58

13

Lay Moore

Ocean Energy, Inc.

HA RA SU105

18

Risinger Prop



ELM GROVE FIELD
BOSSIER & BIENVILLE PARISHES, LOUISIANA

Proposed Units
Haynesville Zone

Witness: David Comeaux

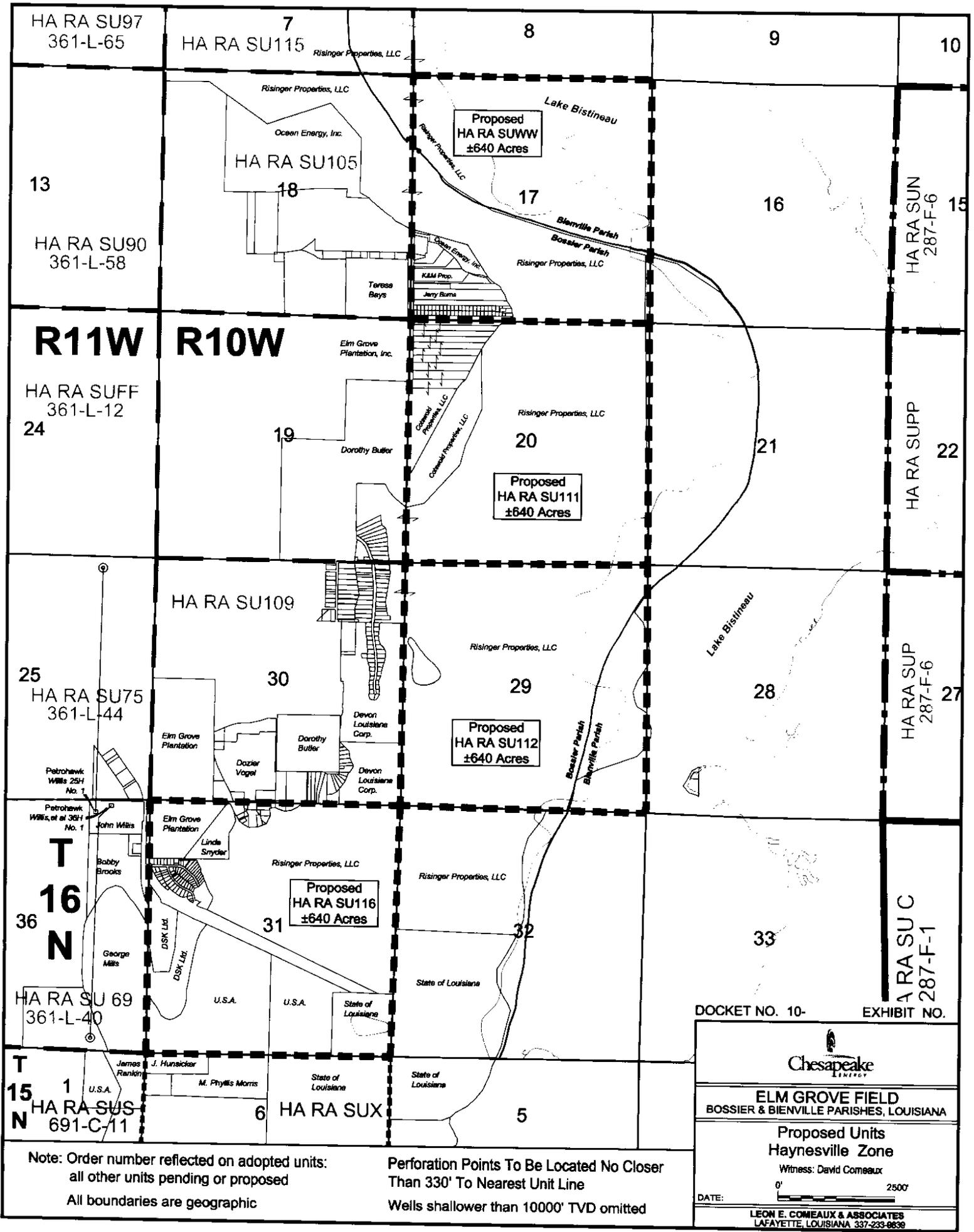
DATE:

0' 1500'

LEON E. COMEAUX & ASSOCIATES
LAFAYETTE, LOUISIANA 337-233-9839

Note: Order number reflected on adopted units:
all other units pending or proposed
All boundaries are geographic

Perforation Points To Be Located No Closer
Than 330' To Nearest Unit Line
Wells shallower than 10000' TVD omitted



Note: Order number reflected on adopted units:
 all other units pending or proposed
 All boundaries are geographic

Perforation Points To Be Located No Closer
 Than 330' To Nearest Unit Line
 Wells shallower than 10000' TVD omitted

DOCKET NO. 10- EXHIBIT NO.

Chesapeake
 ENERGY

ELM GROVE FIELD
 BOSSIER & BIENVILLE PARISHES, LOUISIANA

Proposed Units
 Haynesville Zone

Witness: David Comeaux

DATE: _____

0' 2500'

LEON E. COMEAUX & ASSOCIATES
 LAFAYETTE, LOUISIANA 337-233-0839