STATE OF NEW MEXICO ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT OIL CONSERVATION DIVISION

APPLICATION OF CHESAPEAKE OPERATING, INC. FOR AN UNORTHODOX OIL WELL LOCATION LEA COUNTY, NEW MEXICO.

CASE NO. 11844

CERTIFICATE OF MAILING AND COMPLIANCE WITH ORDER R-8054

STATE OF NEW MEXICO)

OUNTY OF SANTA FE)

W. Thomas Kellahin, being first duly sworn, hereby certifies that he is an attorney for the Applicant and responsible for notification in this matter and that the notice provisions of Division Rule 1207 (Order R-8054) have been complied with, that Applicant has caused to be conducted a good faith diligent effort to find the correct addresses of all interested parties entitled to receive notice, that on August 13, 1997, he caused to be mailed by certified mail return-receipt requested the attached notice of this hearing and a copy of the application for the above referenced case, at least twenty days prior to the hearing of this case set for September 4, 1997, to the parties shown in said application and as evidenced by the attached copies of return receipt cards and/or receipts of certified mailing, and that pursuant to Division Rule 1207, notice has been given at the correct addresses provided by such rule.

W. Thomas Kellahin

SUBSCRIBED AND SWORN to before me this 3rd day of September, 1997, by W. Thomas Kellahin.

Lynda Kellahin, Notary Public

My Commission Expires: June 14, 2000

OFFICIAL SEAL
Lynda Kellahin
NOTATE PUBLIC
My Commission Expires:

My Commission Expires:

NEW MEXICO
OIL CONSERVATION DIVISION

Usapeake EXHIBIT

KELLAHIN AND KELLAHIN

ATTORNEYS AT LAW

EL PAYIO BUILDING

IT NORTH GUADALUPE

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JASON KELLAHIN (RETIREO 1991)

W. THOMAS KELLAHIN!

August 12, 1997

TO: ALL INTERESTED PARTIES ENTITLED TO NOTICE OF THE HEARING OF THE FOLLOWING NEW MEXICO OIL CONSERVATION DIVISION CASE:

Re: Application of Chesapeake Operating, Inc. for an Unorthodox Oil Well Location. Lea County, New Mexico

On behalf of Chesapeake Operating, Inc., please find enclosed our application for an unorthodox oil well location for its Gandy "19" Well No. 1 which has been set for hearing on the New Mexico Oil Conservation Division Examiner's docket now scheduled for September 4, 1997. The hearing will be held at the Division hearing room located at 2040 South Pacheco, Santa Fe, New Mexico.

As an operator and/or interest owner who may be affected by this application, we are notifying you of your right to appear at the hearing and participate in this case, including the right to present evidence either in support of or in opposition to the application. Failure to appear at the hearing may preclude you from any involvement in this case at a later date.

Pursuant to the Division's Memorandum 2-90, you are further notified that if you desire to appear in this case, then you are requested to file a Pre-Hearing Statement with the Division not later than 4:00 PM on Friday, August 29, 1997, with a copy delivered to the undersigned. If you have any questions, you may call Mike Hazlip of Chesapeake Operating, Inc. at (405) 848-8000.

W. Thomas Kellahin

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