### BEFORE THE CORPORATION COMMISSION OF THE STATE OF OKLAHOMA

**APPLICANT:** 

LINN OPERATING, INC., AS AGENT FOR LINN

**ENERGY HOLDINGS, LLC** 

RELIEF SOUGHT:

AMEND PLAN OF UNITIZATION

**LEGAL DESCRIPTION:** 

NORTHEAST CHEROKEE UNIT IN ALL OR PARTS OF SECTIONS 19, 20, 21, 22, 29 AND 30, TOWNSHIP 27 NORTH, RANGE 10 WEST, AND SECTIONS 23, 24, 25 AND 26, TOWNSHIP 27 NORTH, RANGE 11 WEST, ALFALFA COUNTY, OKLAHOMA

Cause CD No. 201 202306



COURT CLERK'S OFFICE - OKC CORPORATION COMMISSION OF OKLAHOMA

### **APPLICATION**

## 1. Parties:

- (A) <u>Applicant</u>: Linn Operating, Inc., as Agent for Linn Energy Holdings, LLC, 14000 Quail Springs Parkway, Suite 5000, Oklahoma City, OK 73134 (405) 241-2200. Linn Energy Holdings, LLC is the owner of a working interest in the Northeast Cherokee Unit and Linn Operating, Inc., as Agent for Linn Energy Holdings, LLC, is the Operator of said Northeast Cherokee Unit covering the lands described in the caption hereof.
  - (B) Parties entitled to Notice: See Exhibit "A" attached hereto.
  - 2. Allegation of facts:
- (A) The Oklahoma Corporation Commission has heretofore, by Order No. 51652, established the Northeast Cherokee Unit underlying all or Parts of Sections 19, 20, 21, 22, 29 and 30, Township 27 North, Range 10 West, and Sections 23, 24, 25 and 26, Township 27 North, Range 11 West, Alfalfa County, Oklahoma as a secondary recovery unit for the Basal Pennsylvanian (Cherokee) common source of supply.
- (B) The Plan of Unitization ("Plan") for said Northeast Cherokee Unit ("Unit") provides in part that the Operating Committee shall have general control of the Unit including decisions as to the drilling of wells, operations of the Unit, etc. as set forth in Section 8.2 of the Plan.
  - (C) Section 8.2.5 provides that the Operating Committee shall have the power and duty:
  - "To pass upon and approve or disapprove all costs and estimates of costs and any proposed expenditures by the Unit Operator; provided, that the Operating Committee shall permit without prior approval by it the incurring of normal operating expenses and any proposed expenditure by the Unit Operator of not more than Ten Thousand Dollars (\$10,000); and provided further that the approval by the Operating Committee of the drilling of any well or wells or carrying out any specific project of development or operation shall mean and include the approval of all necessary expenditures in drilling, completing and equipping such well or wells or carrying out such project."
- (D) The above provision was part of a Plan of Unitization adopted in 1963 by Order No. 51652. However, subsequent to that date inflation and increased costs currently render such a low limitation of expenditure on the Operator unduly burdensome and cumbersome. Therefore, in order to effectively operate the Unit in such a manner as to benefit all Owners in the Unit, the provisions of said Section 8.2.5 should be amended so as to raise the single expenditure limitation from Ten Thousand Dollars (\$10,000) to Fifty

Check: 30628 71 OIL&GAS/TRANSP APP Thousand Dollars (\$50,000). Applicant has already obtained approval of 74.734051% of the working interest owners in the Unit to such an increase in the expenditure limit as required by statute.

- 3. Legal Authority: Title 52, Okla. Stat., Sec. 287.10.
- 4. Relief Sought: Applicant request that the Plan of Unitization for the Northeast Cherokee Unit approved by Order No. 51652 be amended as follows:
- A. To modify the provisions of Section 8.2.5 of the Plan so as to raise the single expenditure limitation therein from Ten Thousand Dollars (\$10,000) to Fifty Thousand Dollars (\$50,000); and
- B. For such other relief as the Applicant may be entitled based on the evidence presented, and possibly make the Order effective on some date prior to the entry of the final order.

Respectfully submitted,

GROVE & HULETT

ROGER A. GROVE OBA No. 3641 204 North Robinson, Suite 1000 Oklahoma City, OK 73102

Telephone: (405) 795-5480 Facsimile: (405) 609-6501 Email: roger@grovehulett.com ATTORNEYS FOR APPLICANT

## **EXHIBIT A**

# Parts of Sections 2, 3, 10, 11, 12, 13 and 14, Township 2 South, Range 3 West, Alfalfa County, Oklahoma

- 1. ALICE BLACKLEDGE ANDERSON 602 N 7TH ST ENID, OK 73701-3328
- BETTYE JO DOROUGH REV LIVING TRUST 7616 SANDLEWOOD DR OKLAHOMA CITY, OK 73132-3947
- 3. BILL GINDER TRUST
  C/O VICKI COFFMAN,
  SUCCESSOR TRUSTEE
  1807 W CHEROKEE AVE
  ENID, OK 73703-5402
- 4. BOBBIE LOU GENTRY LIV TRUST C/O B L GENTRY & R W MCMAHON JR TRUSTEES 510 SOUTH QUINCY TULSA, OK 74120
- BOBBYE COFFMAN
   5114 W 16TH AVE
   AMARILLO, TX 79106-4419
- 6. BROUGHTON PETROLEUM INC PO BOX 1389 SEALY, TX 77474-1389
- 7. CEDAR FARMS
  INVESTMENTS, LLC
  PO BOX 20745
  OKLAHOMA CITY, OK 731560745
- 8. CHESAPEAKE EXPLORATION LLC P.O. BOX 18496 OKLAHOMA CITY, OK 73154-0496
- 9. CHESTER R. BLACKLEDGE LIVING TRUST C/O CHESTER & N.J. BLACKLEDGE TRST 4116 NW 31ST ST OKLAHOMA CITY, OK 73112-3139
- 10. CHEW PROPERTIES LLC PO BOX 489 TULSA, OK 74101-0489
- 11. CIR OIL LLC
  C/O HOGANTAYLOR LLP
  11600 NORTH BROADWAY
  STE 300
  OKLAHOMA CITY, OK 73114

- 12. CLARENCE E HELLER
  CHARITABLE FOUNDATION
  C/O BRUCE HIRSCH
  44 MONTGOMERY ST STE
  1970
  SAN FRANCISCO, CA 94104
- 13. CYCO CORP 24990 PENNYROYAL DRIVE BONITA SPRINGS, FL 34134
- 14. DDC FAMILY LLC 11548 TWISTED OAK RD OKLAHOMA CITY, OK 73120-5336
- 15. ESTATE OF EDWIN H UNGER C/O RUTH R UNGER IND EXECUTRIX
  BY REBECCA CURRIER AIF 2405 GULF AVE MIDLAND, TX 79705
- 16. FULLER ENERGY, LLC C/O LAURIE DAVIS FULLER 1024 NW 71ST OKLAHOMA CITY, OK 73116-7148
- GAYE W. BLACKLEDGE 3801 55TH ST LUBBOCK, TX 79413-4619
- 18. HAROLD R BLACKLEDGE PO BOX 571 WATONGA, OK 73772
- 19. JAMES RAY BLACKLEDGE PO BOX 283 JET, OK 73749-0283
- 20. JBS ENERGY LLC 11548 TWISTED OAK RD OKLAHOMA CITY, OK 73120-5336
- 21. KIRKPATRICK OIL & GAS LLC 1001 W WILSHIRE BLVD STE 202 OKLAHOMA CITY, OK 73116-7017
- 22. L WAYNE BLACKEDGE 3601 WESTERHAM DR CLERMONT, FL 34711-6948
- 23. LEE C ARCHER 505 BEACHLAND BLVD PMB 261 VERO BEACH, FL 32963-1710

- 24. LUCIEN LIMITED
  PARTNERSHIP
  C/O BANK OF OK AGENT
  (#628992018)
  PO BOX 1588
  TULSA, OK 74101-1588
- 25. MATZLIACH LP PO BOX 5850 DENVER, CO 80217-5850
- 26. MORRISON-LAW OIL CO PO BOX 14936 OKLAHOMA CITY, OK 73113-0936
- 27. MPJ ENERGY LLC 6204 WATERFORD BLVD APT 4 OKLAHOMA CITY, OK 73118-1105
- 28. NEELEY FAMILY LLC
  C/O SUSAN N. COOK,
  MANAGER
  200 DISCOVERY BAY LN APT 6
  HOT SPRINGS, AR 71913-7086
- 29. OKMAR OIL COMPANY 2020 N BRAMBLEWOOD WICHITA, KS 67206-1094
- 30. PAUL D BLACKLEDGE PO BOX 102 JET, OK 73749-0102
- 31. PIERCE ENERGY, LLC
  C/O LISA DAVIS PIERCE
  1024 NW 71ST ST
  OKLAHOMA CITY, OK 731167148
- 32. POCO OIL CO 13103 HOLSTON HILLS DR HOUSTON, TX 77069-2608
- 33. POST FAMILY REVOCABLE TRUST 5900 MOSTELLER DR UNIT 41 OKLAHOMA CITY, OK 73112-4601
- 34. REX D ARCHER II 6153 N MOTTOX RD KANSAS CITY, MO 64151-2579
- 35. ROBERT M BEREN LP 2020 N BRAMBLEWOOD WICHITA, KS 67206-1094

- 36. ROWSEY ENERGY, LLC C/O LYNN DAVIS ROWSEY 1024 NW 71ST ST OKLAHOMA CITY, OK 73116-7148
- 37. SETH W HERNDON PO BOX 702158 TULSA, OK 74170-2158
- 38. TARRANT PROPERTY MANAGEMENT, LLC PO BOX 35 JET, OK 73749-0035
- 39. THE DAVON GROUP PO BOX 14665 OKLAHOMA CITY, OK 73113-0665
- 40. TRICIA LAW
  PO BOX 13768
  OKLAHOMA CITY, OK 731131768
- 41. WANDA L DAVIDSON PO BOX 293 MOUNT IDA,AR 71957-0293

ALL OF THE ABOVE, IF LIVING OR IN EXISTENCE, AND IF NOT LIVING OR IN EXISTENCE, THEN THEIR UNKNOWN HEIRS, EXECUTORS, ADMINISTRATORS, DEVISEES, TRUSTEES, SUCCESSORS AND ASSIGNS, IMMEDIATE AND REMOTE