

BEFORE THE CORPORATION COMMISSION OF THE STATE OF OKLAHOMA

APPLICANT: CANAAN RESOURCES, LLC)
RELIEF SOUGHT: INCREASED DENSITY) CAUSE CD 200704965-T
LEGAL DESCRIPTION: WEST HALF OF SECTION)
33, TOWNSHIP 8 NORTH, RANGE 13 EAST,)
PITTSBURG COUNTY, OKLAHOMA)

REPLACEMENT FOR FAX FILED ON
JUL 24 2007
FILED/RECEIVED

JUL 26 2007

COURT CLERK'S OFFICE - TULSA
CORPORATION COMMISSION
OF OKLAHOMA

A P P L I C A T I O N

COMES NOW Applicant and shows the Honorable Commission as follows:

1. Parties: Applicant herein is Canaan Resources, LLC., One Leadership Square, 211 North Robinson Ave., Ste N1000, Oklahoma City, OK 73102 (405) 604-9281. The attorney for the Applicant is Michael D. Stack, 3500 South Boulevard, Suite "D-5", Edmond, Oklahoma 73013; Telephone (405) 216-8898, Fax (405) 216-8321. The names and addresses of each person or governmental entity, other than the Applicant, currently having the right or claiming to have the right to participate in production from the Bartlesville, McAlester Sand, Upper Booch, Lower Booch, Savanna and Hartshorne common sources of supply are set forth on Exhibit "A" attached hereto and made a part hereof.

2. Facts:

2.1 Applicant has the present right to drill in the West Half of Section 33, Township 8 North, Range 13 East, Pittsburg County, Oklahoma. Said Section 33 was designated as a 320 acre drilling and spacing unit for production from the Bartlesville, McAlester Sand, Upper Booch, Lower Booch, Savanna and Hartshorne common sources of supply.

2.2 Prior to the hearing on the merits, there will be a well completed in the Bartlesville, McAlester Sand, Upper Booch, Lower Booch, Savanna and Hartshorne common sources of supply located in the West Half of Section 33, Township 8 North, Range 13 East, Pittsburg County, Oklahoma.

2.3 Since the date of entry of the drilling and spacing unit additional or new data has been obtained in connection with the separate common source of supply sufficient to show a substantial change in conditions or change in knowledge of conditions existing in said unit. It appears that the existing well will not and cannot effectively and efficiently drain all of the primarily recoverable hydrocarbons in such separate common sources of supply underlying such land. Therefore, the Commission should increase the well density for the Bartlesville, McAlester Sand, Upper Booch, Lower Booch, Savanna and Hartshorne common sources of supply as an exception to **Order No. 94428 and Order No. 105749** for the drilling of an additional well in the West Half of Section 33, Township 8 North, Range 13 East, Pittsburg County, Oklahoma.

2.4 Applicant or some other party recommended by Applicant, request the Commission to authorize and permit an additional well in

said West Half of Section 33 to produce hydrocarbons from the Bartlesville, McAlester Sand, Upper Booch, Lower Booch, Savanna and Hartshorne common sources of supply, and the Commission should establish a proper allowable for such well and such unit.

3. Legal Authority: Title 52, Sections 86.1, 87.1; Title 17, Sections 270 and 271; OCC-OGR Rule 165:10-19-3, OCC Rules of Practice.

4. Relief Sought: Applicant requests the Commission thereof or as of a date prior thereto, authorizing and permitting an additional well on an order to issue, to be effective as of the date of the execution wells in the 320-acre drilling and spacing unit formed for the Bartlesville, McAlester Sand, Upper Booch, Lower Booch, Savanna and Hartshorne common sources of supply in the captioned unit. The Applicant further request the authorization and permission to allow the additional well to produce hydrocarbons from such common sources of supply and to establish a proper allowable for said well.

WHEREFORE, Applicant prays that, after notice and hearing as required by law, the increased well density as requested by Applicant, be permitted.

Respectfully submitted,

MICHAEL D. STACK, P.C.

By: _____



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3500 SOUTH BOULEVARD, SUITE "D-5"
EDMOND, OKLAHOMA 73013
Bus (405) 216-8898
Fax (405) 216-8321
Attorney for Applicant

EXHIBIT "A"

Canaan Resources, LLC

Cause CD No. 200704965-T

**RESPONDENT LIST
W/2 SEC. 33-8N-13E**

- | | |
|--|--|
| 1. BROWER OIL & GAS CO., INC.
P.O. BOX 2009
JENKS, OK 74037-2009 | 16. EUAL L. EPPS
RR6, BOX 214
MCALESTER, OK 74501-9245 |
| 2. RANDY & LINDA BROWN
3651 HIGHWAY 75
HOLDENVILLE, OK 74848 | 17. EVALENE EPPS
6701 AUBURN ST. #214
BAKERSFIELD CA 93306-7259 |
| 3. DR. C.K. CAIN
30832 COUNTRY ROAD 356-2
BUENA VISTA CO 81211-9807 | 18. FRANCES EPPS
72 N. BOLDEN HILL RD., #A
GREENBRIAR AR 720569005 |
| 4. ALBERT C. CAPEHART
532 W. BELLVIEW AVE.
WINCHESTER VA, 22601 | 19. ULVIE EPPS
219 WOLF BRANCH ROAD
GREENBRIAR, AR 72058 |
| 5. JOHN CAPEHART
532 W. BELLVIEW AVE.
WINCHESTER VA 22601 | 20. LEMAN EPPS
RT 1 BOX 213
MCALESTER, OK 74501 |
| 6. VICKI & RANDY CASTLEBERRY
P.O. BOX 7624
MOORE OK 73153 | 21. JOYCE KAY EPPS
1346 CROSS ST.
HEBER SPRINGS AR 72543 |
| 7. ALICIA ANN COMBS
1346 CROSS ST.
HEBER SPRINGS AR., 72543 | 22. JULIE MARIE EPPS
PO BOX 1512
HEBER SPRINGS, AR 72543 |
| 8. HELEN LOUISE COX
422 E. COMANCHE AVE.
MCALESTER OK 74501-5850 | 23. STEVEN RAY EPPS
C/O SMALL GROUP THERAPY
311 WHITTINGTON AVE.
HOT SPRINGS AR., 71901 |
| 9. VIRGINIA DAVIS TRUST
PAMELA NORTHCUTT, TRUSTEE
1406 LICKINGHOLE CREEK RD.
CROZET, VA., 22932 | 24. ANN SCOTT ESTIS
22 MALBON AVE.
NEWPORT NEWS, VA., 23601 |
| 10. F. MICHAEL DEMETER
131 OTTERBEIN DR.
LEXINGTON OH., 44904-9341 | 25. MARY GIBSON
176 BEAVERFORK RD
CONWAY AR., 72032 |
| 11. WILLIAM C. DEMETER
1413 CASA BUENA DR.
CORTE MADERA CA., 94925-1711 | 26. AUGUST GOLDSTEIN JR. INTER VIVOS
TR.
BANK OF OK., NA., SUCC. TRUSTEE
P.O. BOX 1588
TULSA, OK 7401-1588 |
| 12. ARLON JEREL DOBSON
2413 MANOR STREET
BAKERSFIELD CA., 93308 | 27. LELAND GRANTHAM
P.O. BOX 565
MCALESTER OK 74502-0565 |
| 13. ELMER DARRELL DOBSON
1712 BAKER STREET
BAKERSFIELD CA., 93305 | 28. MECKIE GRANTHAM
7313 NW 115TH
OKLAHOMA CITY OK., 73162 |
| 14. SUSAN DORADO
72 N BOLDEN HILL RD., #A
GREENBRIER AR., 72056-9005 | 29. DON GRANTHAM
2212 N. 12TH PLACE
BROKEN ARROW OK., 74102 |
| 15. ALVIN C. EPPS
P.O. BOX 226
ROSAMOND CA., 93560 | 30. DAVE GRANTHAM |

P.O. BOX 44
BURGESS VA 22432

31. KAREN & JOHN HARDING, JR.
P.O. BOX 44
BURGESS VA., 22432

32. KATHRYN JANE HOOVER
2607 S. HAYDEN
AMARILLO TX 79109

33. INTERNATIONAL MISSION BOARD
BY BAPTIST FOUND. OF OKLA., TTEE
C/O 1601 ELM, STE. 1700
DALLAS TX., 75201-7241

34. DONALD S. KENNADY
206 ELMWOOD DRIVE
NEW BRAUNFELS TX., 78130-5280

35. ELEANOR ELIZABETH KENNADY
C/O KATHERINE KENNADY, POA
3908 WOODBURY COURT
ARLINGTON TX., 76017-4655

36. BRUCE KRUGLICK
1624 STARLING DRIVE
SARASOTA FL. 34231

37. JUDY LANCASTER
229 N. BLUEROCK
ANAHEIM CA 92807

38. SHERRY EPPS MAUTINO
2735 S. 126TH E. AVE.
TULSA OK 74129-8243

39. LESLIE MAYERON
751 HERON ROAD
FT. LAUDERDALE FL 33326

40. WILMA MCREE
1309 TROONE DR.
EDMOND OK 73003

41. NORTH AMERICAN MISSION BD
BY BAPTIST FOUND. OR OKLA., TTEE
C/O 1601 ELM, STE 1700
DALLAS TX 75201-7241

42. BETTY OBANION
C/O FRANCES EPPS
72A N. BOLDEN HILL RD.
GREENBRIAR AR 72058

43. EDNA POUNDS
2718 SCOTT PLACE
BAKERSFIELD CA 93306

44. D'LORIS F. SHERER
2204 S. LUMBER ST.
ALLENTOWN PA 18103

45. SHERIA ARLIENE STRONG
1234 S. EVERGLADE
SANTA ANA CA 92704

46. JACQUELINE VANDERSALL

C/O JOHN ALEXANDER, POA
BOX 1650
MCALESTER OK 74502

47. CAROL J. VAUGHAN
14630 E. 44TH STREET SOUTH
DERBY KS 67037

48. CONNIE WERNER
935 W OAK STREET
FT. COLLINS CO 80521

49. JEFFREY B. WERNER
7031 SW 144TH PLACE
MIAMI FL 33183

50. XAE CORPORATION
1384 S. CLASSEN BOULEVARD
NORMAN, OK 73071

51. JEROME D. VAUGHAN, DEC'D
C/O JERRY VAUGHAN
14630 E. 44TH ST. SOUTH
DERBY, KS 67037

52. SCHOOL DISTRICT 26, n/k/a
INDIANOLA I-25 SCHOOL DISTRICT
P.O. BOX 119
INDIANOLA, OK 74442-0119

**THE FOLLOWING OWNERS ARE
DECEASED - HEIRS UNKNOWN**

1. GARY R. FISHER

2. JACQUELINE HESSINGER