BEFORE THE CORPORATION COMMISSION OF THE STATE O

O OKLAHOWA DEC 03 2012

APPLICANT: OSAGE EXPLORATION AND DEVELOPMENT, INC.

RELIEF SOUGHT: HORIZONTAL DRILLING AND SPACING UNITS

COURT CLERK'S OFFICE - OKC
CORPORATION COMMISSION
OF OKLAHOMA

LEGAL DESCRIPTION: SECTION 20, TOWNSHIP

CAUSE CD NO. 201 207840

<u>LEGAL DESCRIPTION</u>: SECTION 20, TOWNSHIP)
17 NORTH, RANGE 3 WEST, LOGAN COUNTY,)
OKLAHOMA)

- -

APPLICATION

COMES NOW the Applicant, and shows the Honorable Corporation Commission, as follows:

1. Parties:

Applicant:

Attorney:

Osage Exploration and Development, Inc.

2445 Fifth Avenue

Suite 310

San Diego, California 92101

Charles L. Helm, OBA #4059

105 North Hudson

Hightower Building, Suite 700

Oklahoma City, Oklahoma 73102

(619) 677-3956

(405) 232-9000

Respondents: All parties shown on Exhibit "A" hereto, which is incorporated herein and is a part hereof by reference, and their heirs, successors and assigns.

2. Facts:

- a. Applicant has conducted a diligent and meaningful search of the local county assessor's records, county treasurer's records, county deed records regarding the property involved for return addresses on recorded instruments, county probate records and city and county telephone directories and other sources of such information to locate the whereabouts and mailing address of each respondent, or the identity, whereabouts and mailing address of respondent's heirs, executors, administrators, trustees, successors, devisees or assigns, if any.
- b. That heretofore, by Order No. 136545, this Commission established 40-acre drilling and spacing units for the Mississippi Lime and Hunton common sources of supply underlying Section 20, Township 17 North, Range 3 West, Logan County, Oklahoma. Applicant believes there has been a change of conditions or change in the knowledge of conditions that suggests the prior 40-acre spacing should be deleted and thereafter 640-acre horizontal spacing created underlying Section 20, Township 17 North Range 3 West, Logan County, Oklahoma as requested below.

Nate: 12/03/2012

CEIPT 1303340047 UZ Time: 12:36 Cashier: CSU APPLICANT: OSAGE EXPLORATION AND DEVELOPMENT, INC. CAUSE CD NO.:
PAGE TWO

c. Applicant alleges that the lands in the caption hereof overlie the actual or prospective common source of supply named below; that Applicant owns oil and gas interests in the area covered by this Application which entitle Applicant to drill for and produce oil and gas from the lands covered by the Application; that the protection of correlative rights and the prevention of waste require that proper drilling and spacing units and well locations be established therefore as horizontal well units, with anticipated hydrocarbon classification and depth as follows:

Common Source of Supply	Horizontal <u>Unit Size</u>	Depth	Classification	Extension Order
Mississippian	640-acre	1		#603529
Woodford	640-acre	1		#603529
Hunton	640-acre	•		#603529

underlying Section 20, Township 17 North, Range 3 West, Logan County, Oklahoma.

- d. That 640-acre horizontal well drilling and spacing units should be established for the Mississippian, Woodford and Hunton common sources of supply underlying Section 20, Township 17 North, Range 3 West, Logan County, Oklahoma.
- 3. <u>Legal Authority</u>: Title 52, Section 87.1, O.S.
- 4. <u>Special Relief Sought</u>: Applicant requests an Order providing (a) that Order No. 136545 be deleted insofar as it created 40-acre drilling and spacing units for the Mississippi Lime and Hunton common sources of supply underlying Section 20, Township 17 North, Range 3 West, Logan County, Oklahoma; (b) an Order establishing 640-acre horizontal well drilling and spacing units for the Mississippian, Woodford and Hunton common sources of supply underlying Section 20, Township 17 North, Range 3 West, Logan County, Oklahoma, by extending Order No. 603529.
- 5. Applicant further requests that the Order to be entered in this cause possibly be made effective as of the day of the hearing, or on some other date prior to the date of signing.

WHEREFORE, Applicant prays that, after notice and hearing as required by law, the drilling and spacing units as requested by Applicant, with appropriate well locations and exceptions thereto, be ordered.

Respectfully submitted,

HELM & BOONE

CHARLES L. HELM Attorney for Applicant

EXHIBIT "A"

APPLICANT: OSAGE EXPLORATION AND DEVELOPMENT, INC. CAUSE CD NO.:

RESPONDENTS WITH KNOWN ADDRESSES

- 1. SLAWSON EXPLORATION COMPANY, INC. 727 NORTH WACO, SUITE 400 WICHITA, KS 67203
- 2. U.S. ENERGY DEVELOPMENT CORPORATION 2350 NORTH FOREST ROAD GETZVILLE, NY 14068
- 3. PENN VIRGINIA MC ENERGY, LLC 840 GESSNER, STE. 800 HOUSTON, TX 77024
- 4. BRANNON LAND SERVICES, INC. 609 S. KELLY AVE., SUITE E4 EDMOND, OK 73013
- 5. CINNAMON RESOURCES, LLC 324 HERITAGE BLVD. EDMOND, OK 73025-2776
- AMERICA MINERALS, INC.
 400 N. WALKER, SUITE 190
 OKLAHOMA CITY, OK 73102
- 7. MW OIL INVESTMENT COMPANY, INC. 730 17TH STREET, SUITE 325 DENVER, CO 80202
- 8. BETTY J. TIREY, TRUSTEE OF HER SUCCESSOR IN TRUST UNDER THE BETTY J. TIREY LOVING TRUST, DATED APRIL 9, 1990
 11908 ROSEDALE DRIVE
 OKLAHOMA CITY, OK 73162
- 9. LIMESTONE EXPLORATION II, LLC P.O. BOX 10280 MIDLAND, TX 79701
- 10. WILLIAM E. MOODY, AKA BILL MOODY 144 JAMES ROAD AMERICAN CANYON, CA 94503
- 11. OPAL BURCHFIELD 1509 DELLWOOD VALLEJO, CA 94591
- 12. PAUL G. BROWN
 342 NORTH PATTON
 STOCKTON, CA 95215

- 13. ROCHELLE JOHNSON 3219 NW 127TH VANCOUVER, WA 98685
- 14. KENNETH C. GRIFFIN, JR., FAMILY TRUST DATED MARCH 22, 2005 5615 CIMARRON MANOR GUTHRIE, OK 73044
- 15. FRANCES BRISCOE 1906 COUNTRY CLUB DRIVE SWEETWATER, TX 79556
- 16. DWANE WASEMILLER
 P.O. BOX 75432
 OKLAHOMA CITY, OK 73147-0432
- 17. BETTY B. SAVAGE C/O NANCY S. BLAKE 2939 DAISY AVE. LONG BEACH, CA 90805
- 18. CATHERINE KOENKE 1398 CR 3070 PAWHUSKA, OK 74056
- 19. JANZEN PROPERTIES, L.L.C. 3028 NORTHWEST 160TH OKLAHOMA CITY, OK 73013
- 20. PARACLIFTA LAND & MNERALS LIMITED PARTNERSHIP
 P.O. BOX 6387
 SAN ANTONIO, TX 78209
- 21. THE ELEANOR P. WELCH TRUST, MARYA WELCH AND KATHLEEN W. BIGNELL, CO-TRUSTEES 1061 FAIRWAY LANE GUNNISON, CO 81230
- 22. THE DAVID AND FRANCES MCGUIRE LIVING TRUST, DAVID AND FRANCES MCGUIRE, INITIAL TRUSTEES 16926 LONGMIRE ROAD SE YELM, WA 98597
- 23. THE JETER REVOCABLE LIVING TRUST, DATED SEPTEMBER 20, 2005, RICHARD D. JETER AND SHIRLEY A. JETER, TRUSTEES 13791 SHADOW RIDGE DRIVE CHINO HILLS, CA 91709

EXHIBIT "A" (Continued)

APPLICANT: OSAGE EXPLORATION AND DEVELOPMENT, INC. CAUSE CD NO.:

PAGE TWO

RESPONDENTS WITH KNOWN ADDRESSES

- 24. ROBERT DEAN MCGUIRE 2486 UNICORNIO ST. CARLSBAD, CA 92009
- 25. HOWARD T. BOSWORTH, JR. ESTATE C/O PETER BOSWORTH 1005 E. COMET PLACE CLAREMORE, OK 74017
- 26. PANHANDLE ROYALTY COMPANY
 5400 NORTH GRAND BOULEVARD, SUITE 300
 OKLAHOMA CITY, OK 73112
- 27. GAIL ANN CUMMINS AKA GAIL ANN MORGAN 5140 SHERMAN DRIVE THE COLONY, TX 75056
- 28. ACTONIA GRACE WELDON AKA ACTONIA GRACE WELDON NEAL 2710 OVERCREST LN SAPULPA, OK 74066
- 29. KRENGER OIL AND GAS, LLC 1601 EAST 19TH STREET EDMOND, OK 73013
- 30. RAMBO LAND COMPANY, LLC 908 NORTHWEST 71ST STREET OKLAHOMA CITY, OK 73116
- 31. EL DORADO CORPORATION P.O. BOX 21332 OKLAHOMA CITY, OK 73156
- 32. EVENSON ENERGY, L.L.C. 219 WEST WILSHIRE, SUITE 102B OKLAHOMA CITY, OK 73116
- 33. JIMMIE K. PATTERSON AND WANDA I. PATTERSON 409 N. PARK ST. GUTHRIE, OK 73044
- 34. CHARLES ALLEN COX 1493 OLD BARNWOOD AVE. ZACHARY, LA 70791
- 35. TERRY C. TERHUNE, AKA TERRY CHARLES TERHUNE AND ROXANNE M. TERHUNE 7656 IRON HORSE LANE INDIANAPOLIS, IN 46256

- 36. KELLIE E. TERHUNE, AKA KELLIE ELIZABETH TERHUNE AND MATTHEW D. NEELY 11000 EAST VIA TRANQUILLA TUCSON, AZ 85749
- 37. KAREN KAYE JOHNSON 122 SILVERWOOD PT. HOT SPRINGS NATIONAL PARK, AR 71913
- 38. GEORGIANNE HOAG SCHMID, AKA GEORGIANNE RENEE REES P.O. BOX 324 INDUSTRY, TX 78944
- 39. JANIE H. SCOTT 2223 EAST 24TH STREET TULSA, OK 74114-2911
- 40. MAY F. TREES 4544 EAST 19TH TUCSON, AZ 85711
- 41. ANN E. HOAG 5300 WASHINGTON STREET, BUILDING D-208 HOLLYWOOD, FL 33021
- 42. BILL K. HOAG P.O. BOX 276 JONES, OK 73049
- 43. JENNIFER LOUISE DAVES 707 N. SYCAMORE ST. JENKS, OK 74037
- 44. MARY H. REID, AKA MARY M. REID, AKA MARY MARGARET HOAG REID 14016 WILLIAM CIRCLE OMAHA, NE 68144
- 45. RICHARED GEORGE HOAG 414 OREGON TRAIL EDMOND, OK 73003
- 46. LISA HOAG, FKA LISA KAY HICKS 6906 EAST 75TH COURT TULSA, OK 74133
- 47. JANICE HELEN YANCEY 1640 E. CANTON ST. S. BROKEN ARROW, OK 74012

EXHIBIT "A" (Continued)

APPLICANT: OSAGE EXPLORATION AND DEVELOPMENT, INC. CAUSE CD NO.:
PAGE THREE

RESPONDENTS WITH KNOWN ADDRESSES

- 48. ANITA C. NIEDERSTADT 1309 WEST NOBLE GUTHRIE, OK 73044
- 49. BRUCE MCCOY BOX 24 PERKINS, OK 74059
- 50. FLORENCE LOWDER
 620 NORTH GRAND STREET
 CRESCENT, OK 73028
- 51. MARGARET M. LARUE, TRUSTEE OF THE LARUE FAMILY IRREVOCABLE TRUST DATED AUGUST 15 2011
 74 7TH STREET, UNIT J CLINTONVILLE, WI 54929
- 52. DAVID ROUT P.O. BOX 193 CRESCENT, OK 73028
- 53. GARY WAYNE MCGUIRE 8953 COBBLE CREST LANE SANDY, UT 84093
- 54. RICHARD ROUT 8370 EAST DECCA LONG BEACH, CA 90808
- 55. LEETA JANE MORGAN
 P.O. BOX 210
 WEATHERFORD, TX 76086
- 56. CHARLES E. GRADY, III AND NICOLA DAYNES GRADY
 6142 CUPERTINO TRAIL
 DALLAS, TX 75252
- 57. KIGHLINGER, LLC P.O. BOX 231 HUTCHINSON, KS 67504
- 58. T.R. ENERGY, LLC 54 PATTI LYNN LANE HOUSTON, TX 77024

- 59. WILLIAM DEAN SUTTON, TRUSTEE OF THE WILLIAM DEAN SUTTON REVOCABLE TRUST 609 S. KELLY, SUITE F1 EDMOND, OK 73003
- 60. BLUE DOLPHIN ENERGY, LLC 609 S. KELLY, SUITE F1 EDMOND, OK 73003
- 61. CMO ROYALTY, LLC P.O. BOX 4887 WICHITA FALLS, TX 76308
- 62. ARRAKEEN RESOURCES COMPANY, LTD. 13400 THOMPSON ROAD EDMOND, OK 73013
- 63. KIM BRADFORD 502 WEST THORN STREET SAN DIEGO, CA 92103
- 64. GREG FRANKLIN 10432 EAST HEFNER ROAD JONES, OK 73049
- 65. EDF CAPITAL, LLC 12105 ELEONORE COURT SAN DIEGO, CA 92131
- 66. LAURA BRADFORD 5694 MISSION CENTER ROAD, #347 SAN DIEGO, CA 92108
- 67. RODNEY MCCOY 18121 WEST DIXON PLACE MULHALL, OK 73063
- 68. MLB OIL AND GAS LLC P O BOX 7 BELFIELD ND 58622
- 69. STEWART GEOLOGICAL INC 2650 OVERLAND AVENUE BILLINGS MT 59102

EXHIBIT "A" (Continued)

APPLICANT: OSAGE EXPLORATION AND DEVELOPMENT, INC. CAUSE CD NO.: PAGE FOUR

RESPONDENTS WITH KNOWN ADDRESSES

- 70. *GERALD D. SMITH, SUCCESSOR TRUSTEE OF THE 73. *MARVA D. BEAVERS W.R. MCNEELY AND ALMA A. MCNFELY TRUST 628 N. BROADWAY EDMOND, OK 73034
- *HEIRS AND SUCCESSORS OF STELLA E. PARHAM 71. & SON, ERICK V. PARHAM C/O DARRYL V. PARHAM 2920 FOREST LANE, APT. 307 DALLAS, TX 75234
- 72. *STEPHEN ROSS ARTHURS, M.D., INC. 322 WEST BOWMAN AVE. KINGFISHER, OK 73750

- 8775 S. MIDWEST BLVD. **GUTHRIE, OK 73044-8249**
- 74. *HEIRS AND SUCCESSORS OF MELBA RAY RADFORD C/O REBECCA SUSAN RADFORD 512 S. OKLAHOMA AVE. **BROWNSVILLE, TX 78521**
- 75. *HEIR AND SUCCESSORS OF RAY SHAFER C/O MERLE ELIZABETH MCMAHON 9601 CRESTWOOD LANE ANAHEIM, CA 92804

RESPONDENTS WITH UNKNOWN ADDRESSES

- 76. *HEIR AND SUCCESSORS OF RAY SHAFER
- 77. *HEIR AND SUCCESSORS OF RAY SHAFER
- 78. *HEIRS AND SUCCESSORS OF MELBA RAY RADFORD
- *HEIRS AND SUCCESSORS OF THE ETHEL MENDOZA, FKA ETHEL MITCHELL
- *HEIRS AND SUCCESSORS OF MRS. LEO ANNIS, AKA ESTHER H. ANNIS 80.
- *HEIRS AND SUCCESSORS FO CLARENCE E. SETCHELL 81.
- ***VELMA SCOTT STEVENSON** 82.
- **RODNEY MCCOY** 83.
- 84. **RAY SHAFER**
- 85. **IMA SHAFER**

If living, or if deceased, the known and unknown heirs, devisees, executors, administrators, successors, trustees and/or assigns, immediate and remote, of the above named parties.

^{*}Respondents listed for curative purposes.

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SE	CTION:	TOWNSHIP:	 RANGE:	COUNTY:	

EXHIBIT "B"

ALL OF 20 & ALL CONTIGUOUS SPACING AS OF 10/31/2012

18-17N-3W	17-17N-3W	16-17N-3W
(3) (28) (4) (29) (5) (7)	(8) (17)	NO CONTIGUOUS SPACING
(8)		
(16) (17) (19)		
(20) (21) (22)		
(26) (27)		
(3) (23)	20-17N-3W (3) (22)	21-17N-3W (1) (24)
(4) (27) (6) (29) (8) (9) (10)	(4) (23) (6) (27) (8) (29)	(2) (25) (4) (27) (6) (28)
(9) (10)	(9) (10)	(9) (29) (11)
(11) (12)	(11) (12)	(12) (14)
(13)	(13) (17) (19)	(15) (17) (19)
(19) (20) (21)	(20) (21)	(20) (21)
(22) 30-17N-3W	(22) 29-17N-3W	(22) 28-17N-3W
(6) (10)	(3) (27) (4) (29)	(12) (18)
(11) (12)	(6) (30) (9)	(30)
(13) (17)	(10)	
(19) (20) (21)	(12) (13) (18)	
	(19) (20)	
	(21) (22) (23)	

EXHIBIT "B" PAGE TWO

	<u>FORMATIONS</u>	<u>ACRES</u>	TYPE	<u>ORDER</u>	LANDS AFFECTED
(1)	1ST WILCOX	80 'SU'	OIL	244070	SW 21
(2)	2ND WILCOX	80 'SU'	OIL	244070	SW 21
(3)	AVANT	80 'SU' 160 160	O & G GAS GAS	191507 210472 216088	SE 18 NE 20 SE 19,S2 20,NE 29
(4)	BARTLESVILLE	80 'SU' 80 'SU' 80 'SU' 80 'SU'	O & G OIL OIL	191507 210472 216088 244070	SE 18 NE 20 SE 19,S2 20,NE 29 SW 21
(5)	BIG LIME	80 'SU'	OIL	194948	ALL 18
(6)	CARMICHAEL SAND	160 40	GAS O & G	244070 136545	SW 21 ALL 19,20,29,30
(7)	CLEVELAND	80 'SU'	O & G	191507	SE 18
(8)	EAST CRESCENT LAYTON SAND UNIT			320833	W2 E2 & W2 17, E2 E2 18,E2 NE 19, S2NE & NW & N2SW20
(9)	ENDICOTT	160 160 160	GAS GAS GAS	210472 216088 244070	NE 20 SE 19,S2 20,NE 29 SW 21
(10	HOGSHOOTER LIME	40	O & G	136545	ALL 19,20,29,30
(11) HOOVER HOOVER SAND	160 40	GAS O & G	244070 136545	SW 21 ALL 19,20,29,30
(12)) HUNTON	40 80 'SU' 640 **	O & G OIL OIL	136545 244070 603529	ALL 19,20,29,30 SW 21 ALL 28
(13	LAYTON LAYTON SAND	40 40	OIL O & G	213115 136545	E2 SE 18 ALL 19,20,29,30
(14	LOWER LAYTON	40	OIL	244070	SW 21
(15)	MIDDLE LAYTON	40	OIL	244070	SW 21
(16)) MISENER-HUNTON	80 'SU' 80 'SU'	O & G OIL	191507 194948	SE 18 ALL 18
(17))MISSISSTPPI LIME	40 80 'SU' 80 'SU'	O & G OIL O & G	136545 244070 54849	ALL 19,20,30 SW 21 W2 17,E2 SE 18

EXHIBIT "B" PAGE THREE

FORMATIO	<u>ONS</u>	<u>ACRES</u>	<u>TYPE</u>	<u>ORDER</u>	LANDS AFFECTED
(18)MISSISSI	PPIAN	640 ** 640 **	OIL	589339 603529	ALL 29 ALL 28
(19)OSWEGO		80 'SU' 80 'SU' 80 'SU'	O & G OIL OIL	191507 194948 244070	SE 18 ALL 18 SW 21
OSWEGO I	IME	40	O & G	136545	ALL 19,20,29,30
(20) PERRY PERRY GA PERRY SA		160 40 80 'SU'	GAS O & G O & G	244070 136545 191507	SW 21 ALL 19,20,29,30 SE 18
(21) PRUE	ID	80 'SU' 80 'SU' 160	O & G OIL GGC	191507 244070 144059	SE 18 SW 21 ALL 19,20,29,30
(22) RED FORE		80 'SU' 80 'SU' 80 'SU' 80 'SU'	O & G OIL OIL	191507 210472 216088 244070	SE 18 NE 20 SE 19,S2 20,NE 29 SW 21
(23) SIMPSON		80 'SU' 80 'SU'	OIT	210472 216088	NE 20 SE 19,S2 20,NE 29
(24)SIMPSON	DENSE	80 'SU'	OIL	244070	SW 21
(25)SIMPSON	DOLOMITE	80 'SU'	OIL	244070	SW 21
(26)SIMPSON	GROUP	80 'SU'	O & G	191507	SE 18
(27) SKINNER		80 'SU' 80 'SU' 80 'SU' 80 'SU'	O & G OIL OIL	191507 210472 216088 244070	SE 18 NE 20 SE 19,S2 20,NE 29 SW 21
(28) TONKAWA		80 'SU' 160	O & G GAS	191507 244070	SE 18 SW 21
(29) VIOLA		80 'SU' 80 'SU' 80 'SU' 80 'SU' 80 'SU'	O & G OIL OIL OIL	191507 194948 210472 216088 244070	SE 18 ALL 18 NE 20 SE 19,S2 20,NE 29 SW 21
(30) WOODFORE)	640 ** 640 **	OIL	589339 603529	ALL 29 ALL 28

EXHIBIT "B" PAGE FOUR

FORMATIONS ACRES TYPE ORDER LANDS AFFECTED

ORDER 191507 WAS CORRECTED BY ORDER 212449.

ORDER 211876 APPEARS TO BE AN EXACT DUPLICATE OF ORDER 210472.

ORDER 320833 WAS CORRECTED BY ORDER 321032.

** HORIZONTAL UNITS.

PENDING CAUSE 201206927 SEEKS TO ESTABLISH 640 ACRE HORIZONTAL SPACING FOR THE MISSISSIPPIAN, WOODFORD & HUNTON IN SECTION 16 & VACATE EXISTING 80 ACRE HUNTON & MISSISSIPPI LIME SPACING.

PENDING CAUSE 201206743 SEEKS TO ESTABLISH 640 ACRE HORIZONTAL SPACING FOR THE MISSISSIPPIAN IN SECTION 16.