

BEFORE THE CORPORATION COMMISSION OF THE STATE OF OKLAHOMA

COURT CLERK'S OFFICE - OKC CORPORATION COMMISSION <u>APPLICANT</u>: FRACTAL OIL AND GAS, LLC OF OKLAHOMA) **RELIEF SOUGHT:** HORIZONTAL WELL DRILLING AND) SPACING UNITS CAUSE CD NO. 200900654 LAND COVERED: SECTION 26, TOWNSHIP 5 SOUTH, RANGE 4 WEST, JEFFERSON COUNTY,) **OKLAHOMA**

NOTICE OF HEARING

THE STATE OF OKLAHOMA TO: All persons, owners, producers, operators, purchasers and takers of oil and gas and all other interested persons, particularly in Jefferson County, Oklahoma, and more particularly: Leona Vonzell Wilson; Viola Lucille Swope; Carl Douglas Wilson; Paul B. Hammons, Trustee of the Paul B. Hammons Trust; Roy T. Lynch; Tom Allen; Lura Stone, Life Estate c/o ENRG II, Inc.; Edward D. Stone; Nick H. Stone; Wesley L. Parker; Appraisal Associates of Oklahoma, Inc.; James P. Eubanks; Daniel Freeman Bosworth a/k/a Daniel F. Bosworth; Carolyn Bosworth Crone, now Bosworth a/k/a Carolyn Keys Bosworth; Triangle Royalty Corporation; Baron Energy, Inc.; F D Robinson Properties, LLC; Millspaugh Minerals, LLC; Doris E. Garrett c/o Appraisal Associates of Oklahoma, Inc.; Chester Arthur Thayer, II, Trustee of the Revocable Trust of Chester Arthur Thayer, II, 9/8/1997; Chester Thayer; Peter W. Bosworth; H. Thomas Boxworth, III s/p/a Howard Thomas Bosworth, III; Jones-Kalkman Mineral Co., GP; Harbor Springs Royalty Company, Ltd. c/o Bank of Oklahoma, NA, Agent; Bank of Oklahoma, N.A. and James B. Vose, Co-Trustees, James B. Vose Family Trust; Bank of Oklahoma, N.A. and James B. Vose, Co-Trustees Margaret V. Armao Family Trust; James Freeman, Jr., Trustee of the James Freeman Children's Trust, III U/L/W/T of Wyndol Ann Warden Damron; Jerry Freeman, Jr., Trustee of the Jerry Freeman, Jr., Children's Trust III U/L/W/T of Wyndol Ann Warden Damron; BB Royalty Partnership c/o Charles W. Brown; The Monhegan Company, a GP; Peggy S. G. Bingham; Brian L. Rice; Tripco, Inc.; C. V. Hamilton; Anna K. Newman; Mary Frances Grace; Martha Ruth Pederson; Ada Marie Phillips; Sarah Gray Johnston; ENRG II, Inc.; ENRG I, Inc.; Anna K. Newman; Wyndol Ann Warden Damron; William J. Robinson and J. Jan Robinson (h/w); Frank D. Robinson, Jr. and Delma Jo Robinson (h/w); Robert C. Millspaugh and Mildred Millspaugh (h/w); Rollin H. Thayer as Trustee of the Rollin H. Thayer Living Trust of 1993; Bingham & Company; Mary Frances Grace; James Dickson Garner; C. W. Acree; David W. Acree; A. C. Swinney; Kathy Cooper; Melanie Duncan; Kathy Cooper; Melanie Duncan; Chares Baldwin Vose; A.C. Swinney; Zora C. Swinney; Mary B. Hurst; Amquest Bank, N.A., Duncan, OK as Trustee of the Harriet Hunt Funnell 1985 Trust created by that certain restatement of the Harriet Hunt Funnell 1985 Trust, dated 5/1/1990; and if any of the above-named individuals are deceased, the unknown heirs, executors, administrators, devisees, trustees, successor trustees and assigns, immediate and remote, of any such deceased person; and, if any of the above-named corporations or companies are no longer in existence, then the unknown successors and assigns of any such corporation or company.

NOTICE IS HEREBY GIVEN that the Applicant requests that the Commission issue an order establishing Section 26, Township 5 South, Range 4 West, Jefferson County, Oklahoma, as a 640-acre horizontal well drilling and spacing unit for the Woodford, Hunton and Viola common sources of supply. Each of said 640-acre units to be comprised of said Section 26, with each permitted unit horizontal wellbore, from its point of entry and along any part of the lateral shall be located not closer than 660 feet from the outer boundaries of each such horizontal well unit. Furthermore, this Commission should find that each horizontal well unit created by the requested order, during the term of its existence, shall supersede the existing non-developed non-horizontal drilling and spacing units created by said Order Nos. 202323, 158785, 230215 and 44904 for the Woodford Shale, Viola, Bois d'Arc section of the Hunton Lime, and the Chimney Hill section of the Hunton Lime common sources of supply underlying said Section 26. In addition, in order to protect the investment and correlative rights of all owners in the proposed horizontal well units, the Order issued in this cause should hold that the drilling of a horizontal

FRACTAL OIL AND GAS, L.L.C. SPACING, NOTICE OF HEARING PAGE 2

well on the proposed units and completion of same in any of the subject common sources of supply will perpetuate and maintain in effect the horizontal well spacing unit created by such order for all three (3) of the common sources of supply covered by this Application and said Order to be issued in this Cause.

NOTICE IS FURTHER GIVEN that the Applicant may request that the order to be entered in this cause be made effective on a date prior to the date of the order and for such other and further relief as the Commission deems proper.

NOTICE IS FURTHER GIVEN that this cause be set before an Administrative Law Judge for hearing, taking of evidence and reporting to the Commission.

NOTICE IS FURTHER GIVEN that this cause will be heard before an Administrative Law Judge on the Initial Hearing Docket at the Oklahoma Corporation Commission, Western Regional Service Office, Jim Thorpe Building, 2101 N. Lincoln Blvd, Oklahoma City, Oklahoma, at 8:30 a.m., on the 24^{Hz} day of March, 2009, and that this notice be published as required by law and the rules of the Commission.,

NOTICE IS FURTHER GIVEN that the Applicant and interested parties may present testimony by telephone. The cost of telephonic communication shall be paid by the person or persons requesting its use. Interested parties who wish to participate by telephone shall contact the Applicant or Applicant's Attorney, prior to the hearing date, and provide their name and phone number.

NOTICE IS FURTHER GIVEN that all interested persons may appear and be heard. For information concerning this action, contact Al Swanson, Fractal Oil and Gas, LLC, c/o Grande' Oil & Gas, Inc. P. O. Box 2514, Edmond, Oklahoma 73083., Telephone: (405) 348-8135; <u>OR</u> J. Fred Gist, Attorney, HALL, ESTILL, HARDWICK, GABLE, GOLDEN & NELSON, P.C., 2900 Chase Tower, 100 North Broadway, Oklahoma City, OK 73102, Telephone: 405/553-2828.

CORPOR ON OF OKLAHOMA BOB Al Chairman JEFF C DANA L. MURPHY, Commissione

DONE AND PERFORMED this 23rd day of February, 2009.

ORDER OF THE COMMISSION: MCCHELL, Secretary