BEFORE THE OIL AND GAS CONSERVATION COMMISSION OF THE STATE OF COLORADO

IN THE MATTER OF THE APPLICATION OF)	
CARRIZO OIL AND GAS, INC., FOR AN)	
ORDER ESTABLISHING A 640-ACRE)	Cause No.
DRILLING AND SPACING UNIT FOR THE)	
NIOBRARA FORMATION AND ALLOWING)	Docket No.
UP TO SIX HORIZONTAL WELLS IN)	
SECTION 8, TOWNSHIP 10 NORTH, RANGE)	
59 WEST IN WELD COUNTY, COLORADO)	
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APPLICATION

Carrizo Oil and Gas, Inc. ("Applicant"), by and through its attorneys, Beatty & Wozniak, P.C., respectfully submits this Application to the Oil and Gas Conservation Commission of the State of Colorado (the "Commission") for an order creating a 640-acre drilling and spacing unit and authorizing up to six horizontal wells in the following-described lands:

Township 10 North, Range 59 West, 6th P.M. Section 8: All

Weld County, Colorado (the "Application Lands").

In support of its Application, Applicant states and alleges as follows:

- 1. Applicant is a corporation duly authorized to conduct business in the State of Colorado and is an operator in good standing with the Commission.
- 2. Applicant owns substantial leasehold interests in the Application Lands. A well location map of the Application Lands is attached as <u>Exhibit A</u>.
- 3. Applicant requests the right to drill up to six horizontal wells in the Niobrara Formation in the proposed 640-acre drilling unit.
- 4. In accordance with Rule 318 a., Applicant will locate and drill the wells so that the treated interval of the horizontal wells is no closer than 600 feet from the boundaries of the units. Applicant requests that the 1,200 foot internal wellbore setback of Rule 318 a. be relaxed so that the treated interval of the horizontal wells may be internally separated by a minimum of 600 feet.
- 5. Applicant asserts that the requested wells are necessary to prevent waste, protect correlative rights, and to assure the maximum efficient recovery of oil, gas and associated hydrocarbons from the Niobrara Formation on the Application Lands.

- 6. That in order to promote efficient drainage of the Niobrara Formation underlying the application lands, to prevent waste, and to protect correlative rights, the Commission should establish the drilling unit as requested herein and allow the drilling of up to six horizontal wells in said unit. The specified size and configuration of the requested drilling unit is not smaller than the maximum area that can be economically and efficiently drained by the requested well(s).
- 7. The names and addresses of the interested parties to this Application are set forth in Exhibit A, and the undersigned certifies that copies of this Application shall be served on each interested party as required by Rule 503.e.
 - 8. Applicant agrees to be bound by the oral order of the Commission.

WHEREFORE, Applicant respectfully requests that this matter be set for hearing, notice be given as required by law and that upon such hearing this Commission enter its order:

- A. Establishing the requested drilling and spacing unit and authorizing up to six horizontal wells in the unit for production of oil, gas, and associated hydrocarbons from the Niobrara Formation.
- B. Providing that said wells shall be located and drilled so that the treated interval of the wellbores are no closer than 600 feet from the boundaries of the unit and are internally separated by a minimum of 600 feet.
- C. For such other findings and orders as the Commission may deem proper or advisable in the matter.

Dated: March 7, 2013

Kenneth A. Wonstolen

Elizabeth Y. Gallaway

Kenneth E. Warner

Beatty & Wozniak, P.C.

216 Sixteenth Street-Suite 1100

Denver, CO 80202-5115

Address of Applicant
Carrizo Oil & Gas, Inc.
ATTN: Craig Wiest
1000 Louisiana Street, Suite 1500
Houston, TX 77002

VERIFICATION

STATE OF COLORADO COUNTY OF HUVIS)) ss.)
that he is a Land Manager for Can	being first duly sworn upon oath, deposes and says rizo Oil & Gas, Inc. and that he has read the foregoing perein contained are true to the best of his knowledge
Subscribed and sworn to be	efore me this <u>(∤th</u> day of March, 2013.
Witness my hand and officia	al seal.
My commission expires: 2/2/20	10

Notary Public

Section 8-10N-59W

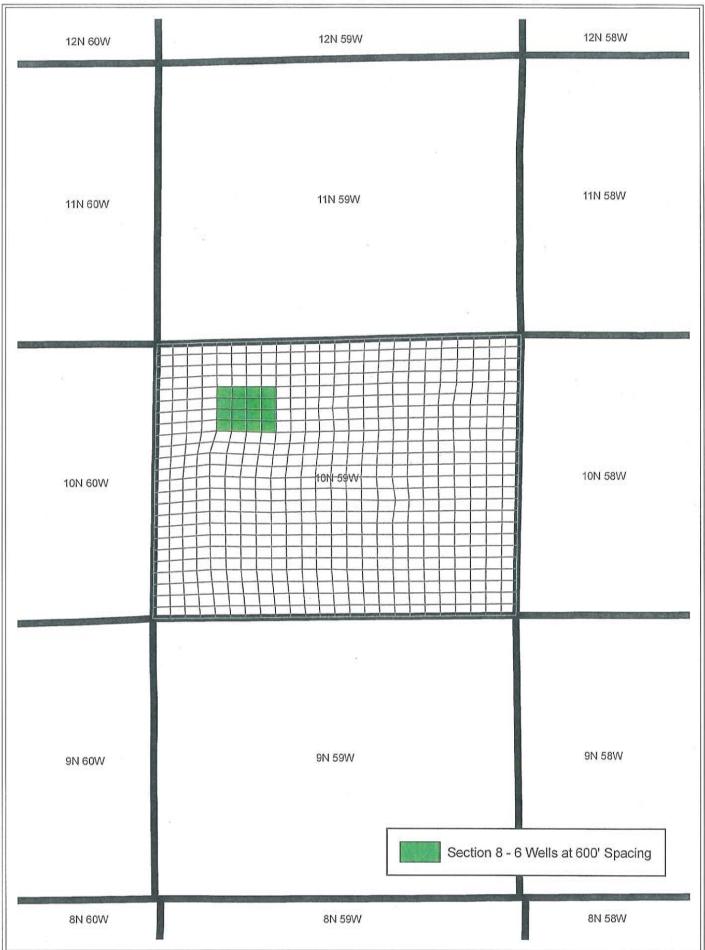


Exhibit B

Interested Parties

Whiting Oil and Gas Corporation 1700 Broadway Suite 2300 Denver, CO 80290-2300 OIL India (USA) Inc. Address Unknown

Terry J. Cammon 10455 W. 73rd Place Arvada, CO 80005 Palace Energy Company 5 East 59th Street 5th Floor New York, NY 10022

IOCL (USA) Inc. Address Unknown Haimo Oil & Gas LLC Address Unknown

Sierra Gas Corporation 5945 Zinnia Ct. Arvada, CO 80004 Frank DiGrappa 621 17th St. Suite 2150 Denver, CO 80293

Western Operating Co. 518 17th St. Suite 200 Denver, CO 80202 McGahey Oil, LLC 5305 W. Jewell Ave. Lakewood, CO 80232

Jay Goza 1944 26th Ct. Greeley, CO 80641 Mile Hi Oil & Gas, Inc. PO Box 27296 Denver, CO 80227-0296

Ray Schramm 3318 S. Dayton Ct. Denver, CO 80231

Kennedy Oil Properties PO Box 27296 Denver CO 80227-0296

BPSRR Enterprises, Ltd. PO Box 27296 Denver, CO 80227-0296 Michael Warren, Energy Liaison Colorado Parks and Wildlife Northwest Regional Office 711 Independent Avenue Grand Junction, CO 81505

Kent Kuster
Oil & Gas Consultant Coordinator
Colorado Department of
Public Health & Environment
4300 Cherry Creek Drive South
Denver, CO 80246-1530

David Bauer Weld County 1111 H Street Greeley, CO 80632

BEFORE THE OIL AND GAS CONSERVATION COMMISSION OF THE STATE OF COLORADO

IN THE MATTER OF THE APPLICATION OF CARRIZO OIL AND GAS, INC., FOR AN ORDER ESTABLISHING A 640-ACRE DRILLING AND SPACING UNIT FOR THE NIOBRARA FORMATION AND ALLOWING UP TO SIX HORIZONTAL WELLS IN SECTION 8, TOWNSHIP 10 NORTH, RANGE 59 WEST IN WELD COUNTY, COLORADO)) Cause No.) Docket No.))		
AFFIDAVIT OF MAILING			
STATE OF COLORADO)			
)ss. CITY AND COUNTY OF DENVER)			
Elizabeth Y. Gallaway, of lawful age, and being first duly sworn upon her oath, states and declares:			
That she is an attorney for Carrizo Oil and Gas, Inc., that on or before March 15, 2013, she caused a copy of the attached Application to be deposited in the United States Mail, postage prepaid, addressed to the parties listed on Exhibit B to the Application.			
Subscribed and sworn to before me March, 2013.			
Witness my hand appropriate in the seal. My commission expires:	<u>3</u> .		
PUBLIC 8	Lesse Helas		