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 ALLOWING UP TO THIRTEEN)	Cause No.
HORIZONTAL WELLS IN AN ESTABLISHED)	
640-ACRE DRILLING UNIT LOCATED IN)	Docket No.
SECTION 8, TOWNSHIP 10 NORTH, RANGE)	
59 WEST IN WELD COUNTY, COLORADO)	

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 authorizing up to thirteen 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. On May 6, 2013, the Commission issued Order No. 535-327 which, among other things, established an approximate 640-acre drilling and spacing unit for the Application Lands, and approve up to six horizontal wells within the unit, for the production of oil, gas and associated hydrocarbons from the Niobrara Formation.
- 4. Applicant requests approval to drill, at its option, an additional seven horizontal wells, for a total of up to thirteen horizontal wells in the unit, with internal wellbores offset by 300 feet and unit boundary setbacks of 600 feet, except that 100 foot "heel-and-toe" completed interval setbacks from the unit boundaries perpendicular to the well laterals shall apply so long as Applicant obtains exception location approvals pursuant to Rule 318.c. This exception location requirement for reduced unit boundary setbacks shall not apply if superseded by a subsequent Commission rule or area-wide order.
- 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 allow the drilling of an additional seven, for a total of up to thirteen 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 which include, as appropriate, offset operators, lessees, or mineral owners, are set forth in <u>Exhibit B</u>, 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. Providing that Applicant may drill, at its option, an additional seven for a total of up to thirteen horizontal wells in the unit, with internal wellbores offset by 300 feet and unit boundary setbacks of 600 feet, except that 100 foot "heel-and-toe" completed interval setbacks from the unit boundaries perpendicular to the well laterals shall apply so long as Applicant obtains exception location approvals pursuant to Rule 318.c.
- B. Providing that the exception location requirement for reduced unit boundary setbacks set forth in this Application shall not apply if superseded by a subsequent Commission rule or areawide order.
- C. For such other findings and orders as the Commission may deem proper or advisable in the matter.

Dated: May 3, 2013

By:

Kenneth A. Wonstolen Beatty & Wozniak, P.C.

216 Sixteenth Street-Suite 1100

Denver, CO 80202-5115

Address of Applicant
Carrizo Oil & Gas, Inc.
Attn: Craig Wiest
500 Dallas Street, 2300
Houston, TX 77002

VERIFICATION

STATE OF TEXAS)	
)	SS.
COUNTY OF HARRIS)	

Ross D. Wardlaw, of lawful age, being first duly sworn upon oath, deposes and says that he is a Senior Landman for Carrizo Oil & Gas, Inc. and that he has read the foregoing Application and that the matters therein contained are true to the best of his knowledge, information and belief.

Ress D. Wardlaw

Subscribed and sworn to before me this 29th day of May, 2013.

Witness my hand and official seal.

My commission expires: FEBRUARY 2, 2014

KEILAH JOY WHITLEY
Notary Public, State of Texas
My Commission Expires
February 02, 2016

Kalah Joy Whilly Notary Public

EXHIBIT A

Weld County, Colorado T10N-R59W Sec: 8

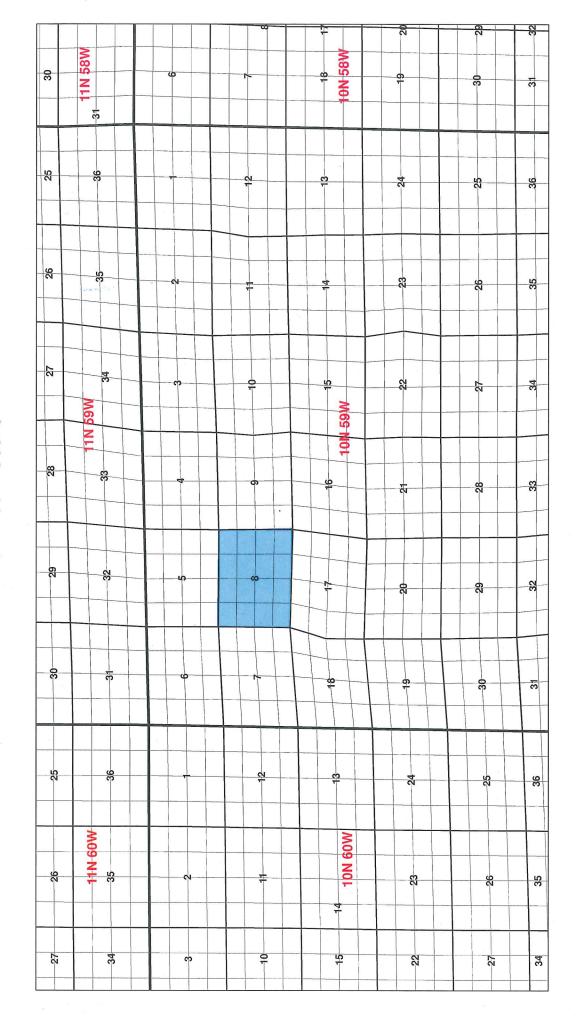


Exhibit B

Interested Parties

Carol S. Golden 1069 W. Pine, Unit D Upland, CA 91786

Estate of Emma Mae Thompson, Deceased 4601 Dasa Drive Cherry Hills Village, Colorado 80111

Foundation Energy Fund III-A, L.P. 16000 Dallas Parkway, Suite 875 Dallas, TX 75248

Foundation Energy Fund IV-A, L.P. 16000 Dallas Parkway, Suite 875 Dallas, TX 75248

Frank DiGrappa 621 17th St. Suite 2150 Denver, CO 80293

G.A. Keiser Family Trust 24360 WCR 41 LaSalle, Colorado 80645

Haimo Oil & Gas LLC 593, Zhangsutan Lanzhou Gansu Province, 730010, PRC

Harold L. Klaus Trust dated August 15, 1994 c/o Lee W. Klaus, Trustee 12064 S. Bear Drive Draper, Utah 840220

John A. Ehmke 58519 Weld County Road 107 Grover, CO 80729

McGahey Oil, LLC 5305 W. Jewell Ave. Lalewood, CO 80232

Oil India (USA) Inc. c/o Thompson Knight, LLP 333 Clay St. Suite 3300 Houston, TX 77002 Dixie Lee Sanders P.O. Box 6935 Jackson, WY 83002

Tyrone A. Thompson Drawer 5150 Avon, Colorado 81620

Keith Cloid Edwards Address Unknown

Foundation Energy Fund IV-B Holding, L.L.C. 16000 Dallas Parkway, Suite 875 Dallas, TX 75248

Western Operating Co. 518 17th St. Suite 200 Denver, CO 80202

Gladys M. Buhler, Trustee of the Gladys M. Buhler Trust 474 Centennial Circle Sterling, Colorado 80751

Whiting Oil and Gas Corporation 1700 Broadway Suite 2300 Denver, CO 80290-2300

Estate of Martha Golden, Deceased P.O. Box 336 Bridgeport, Nebraska 69336

Mile Hi Oil & Gas, Inc. PO Box 27296 Denver, CO 80227-0296

IOCL (USA) Inc. c/o Thompson Knight, LLP 333 Clay St. Suite 3300 Houston, TX 77002

Edna Davison 4403 S. Lowell Boulevard Denver, Colorado 80236 PL Investment, LLC 19751 E. Mainstreet, Suite 339 Parker, Colorado 80138

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

Terry J. Cammon 10455 W. 73rd Place Arvada, CO 80005

The Estate of Wilda Alice Musser AKA Alice Musser, deceased Address Unknown

United States of America 2850 Youngfield St Lakewood, CO 80215

Whiting Oil and Gas Corporation 1700 Broadway Suite 2300 Denver, Colorado 80290

David Bauer Weld County 1111 H Street Greeley, CO 80632

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

Foundation Energy Fund III-B Holding, L.L.C. 16000 Dallas Parkway, Suite 875 Dallas, TX 75248

Palace Energy Company 5 East 59th Street 5th Floor New York, NY 10022 The Estate of Thema Jo Brown, deceased Address Unknown

Nelson Ranches, Inc. 58900 County Road 382 Grover, Colorado 80729

Dorothy A. Harpole 721 Duke Square Fort Collins, Colorado 80525

Tom Schreiner, Energy Liaison Colorado Parks and Wildlife Northeast Region Office 6060 Broadway Denver, CO 80216

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

IN THE MATTER OF THE APPLIC CARRIZO OIL AND GAS, INC.,		
ORDER ALLOWING UP TO THORIZONTAL WELLS IN AN ESTA	THIRTEEN)	Cause No.
640-ACRE DRILLING UNIT LOC SECTION 8, TOWNSHIP 10 NORT 59 WEST IN WELD COUNTY, COLO	CATED IN) H, RANGE)	Docket No.
<u>AFFI</u>	DAVIT OF MAILI	<u>NG</u>
STATE OF COLORADO)	
CITY AND COUNTY OF DENVER)ss.)	

Kenneth A. Wonstolen, of lawful age, and being first duly sworn upon his oath, states and declares:

That he is an attorney for Carrizo Oil and Gas, Inc., that on or before June b, 2013, he 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 May 30, 2013.

Witness my hand and official seal.

Mission expires: เขา ฃ๚าเร