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

IN THE MATTER OF THE APPLICATION OF GREAT WESTERN OPERATING COMPANY, LLC FOR AN ORDER TO POOL ALL INTERESTS IN FOUR APPROXIMATE 160-ACRE WELLBORE SPACING UNITS FOR SECTIONS 19, 20, 29 AND 30, TOWNSHIP 5 NORTH, RANGE 63 WEST, 6TH P.M. IN THE CODELL-NIOBRARA FORMATION, WATTENBERG FIELD, WELD COUNTY, COLORADO

CAUSE NO.

DOCKET NO.

APPLICATION

COMES NOW Great Western Operating Company, LLC ("Applicant"), by its attorneys, Beatty & Wozniak, P.C., and makes this application to the Oil and Gas Conservation Commission of the State of Colorado ("Commission") for an order pooling all interests in four approximate 160-acre wellbore spacing units for the drilling of the Peterson CX GH 30-26D Well (API No. 05-123-36151), the Peterson CX GH 30-27D Well (API No. 05-123- 36143), the Peterson CX GH 30-28D Well (API No. 05-123- 36170), and the Peterson CX GH 30-40D Well (API No. 05-123- 36152) (collectively "Wells") for the development of the Codell-Niobrara Formation on the following described lands:

Township 5 North, Range 63 West, 6th P.M.

Section 19: SE1/4SE1/4

(WSU #1 - Peterson CX GH 30-26D)

Section 20: SW1/4SW1/4

Section 29: NW1/4NW1/4

Section 30: NE¼NE¼

Section 19: S1/2SE1/4

(WSU #2 - Peterson CX GH 30-27D)

Section 30: N½NE¼

Section 19: SW1/4SE1/4, SE1/4SW1/4

(WSU #3 - Peterson CX GH 30-28D)

Section 30: NW1/4NE1/4, NE1/4NW1/4

Section 29: SW1/4NW1/4, NW1/4SW1/4

(WSU #4 - Peterson CX GH 30-40D)

Section 30: SE1/4NE1/4, NE1/4SE1/4

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

In support thereof, Applicant states and alleges as follows:

- 1. Applicant is a limited liability company duly authorized to conduct business in the State of Colorado, and is a registered operator in good standing with the Commission.
 - 2. Applicant holds the right to operate on the Application Lands.

- 3. On February 19, 1992, the Commission issued Order No. 407-87 (amended August 20, 1993), which among other things, established 80-acre drilling and spacing units for the production of oil, gas and associated hydrocarbons from the Codell and Niobrara Formations, with the permitted well locations in accordance with the provisions of Order No. 407-1. Order Nos. 407-524, 407-526 and 407-573 also include portions of the Application Lands, but are not applicable and have no effect on the Application.
- 4. On April 27, 1998, the Commission adopted Rule 318A, which, among other things, allowed certain drilling locations to be utilized to drill or twin a well, deepen a well or recomplete a well and to commingle any or all of the Cretaceous Age Formations from the base of the Dakota Formation to the surface. On December 5, 2005, Rule 318A was amended to allow interior infill and boundary wells to be drilled and wellbore spacing units to be established. On August 8, 2011, Rule 318A was again amended to, among other things, address drilling of horizontal wells. The Application Lands are subject to Rule 318A for the Codell-Niobrara Formation.
- 5. Applicant designated four approximate 160-acre wellbore spacing units for the Peterson CX GH 30-26D Well, the Peterson CX GH 30-27D Well, the Peterson CX GH 30-28D Well, and the Peterson CX GH 30-40D Well, as defined below, for the production of oil, gas, and associated hydrocarbons from the Codell-Niobrara Formation pursuant to Rule 318A. and notified the appropriate parties under Rule 318A.
- 6. Applicant, pursuant to Commission Rule 530 and/or the provisions of C.R.S. § 34-60-116 (6) and (7), hereby requests an order to pool all interests, including but not limited to, any nonconsenting interests, in the Application Lands for the development of the Codell-Niobrara Formation underlying the following designated wellbore spacing units:

Township 5 North, Range 63 West. 6th P.M.

Section 19: SE¼SE¼ (WSU #1 - Peterson CX GH 30-26D)

Section 20: SW1/4SW1/4 Section 29: NW1/4NW1/4 Section 30: NE1/4NE1/4

Section 19: S½SE¼ (WSU #2 - Peterson CX GH 30-27D)

Section 30: N½NE¼

Section 19: SW1/4SE1/4, SE1/4SW1/4 (WSU #3 - Peterson CX GH 30-28D)

Section 30: NW1/4NE1/4, NE1/4NW1/4

Section 29: SW¼NW¼, NW¼SW¼ (WSU #4 - Peterson CX GH 30-40D)

Section 30: SE1/4NE1/4, NE1/4SE1/4

- 7. Applicant requests that the Commission's pooling order be made effective as of the earlier of the date of this Application, or the date that the costs specified in C.R.S. § 34-60-116(7)(b)(II) are first incurred for the drilling of each of the Peterson CX GH 30-26D Well in WSU#1, the Peterson CX GH 30-27D Well in WSU#2, the Peterson CX GH 30-28D Well in WSU#3, and the Peterson CX GH 30-40D Well in WSU#4 to the Codell-Niobrara Formation on the Application Lands respectively.
- 8. Applicant certifies that copies of this Application will be served on all persons owning an interest in the mineral estate of the tracts to be pooled within seven (7) days of the date hereof, as

required by Rule 507.b(2), and that at least thirty (30) days prior to the hearing on this matter, each such interest owner not already leased or voluntarily pooled will be offered the opportunity to lease, or to participate in the drilling of the Wells, and will be provided with the information required by Rule 530 as applicable. The list of such interested parties is attached hereto as <u>Exhibit A</u>.

9. That in order to prevent waste and to protect correlative rights, all interests in WSU #1, WSU #2, WSU #3, and WSU #4 should be pooled for the orderly development of the Codell-Niobrara Formation, including any nonconsenting interests therein.

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

- A. Pooling all interests in the Application Lands and WSU #1, WSU #2, WSU #3, and WSU #4 for the development of the Codell-Niobrara Formation.
- B. Providing that the Commission's pooling order is made effective as of the earlier of the date of this Application, or the date that any of the costs specified in C.R.S. § 34-60-116(7)(b)(II) are first incurred for the drilling of the Peterson CX GH 30-26D Well in WSU#1, the Peterson CX GH 30-27D Well in WSU#2, the Peterson CX GH 30-28D Well in WSU#3, and the Peterson CX GH 30-40D Well in WSU#4 to the Codell-Niobrara Formation on the Application Lands respectively.
- C. Providing that the interests of any owners with whom the Applicant has been unable to secure a lease or other agreement to participate in the drilling of the Wells are pooled by operation of statute, pursuant to C.R.S. § 34-60-116(6) and (7), and made subject to the cost recovery provisions thereof with respect to the drilling of the Peterson CX GH 30-26D Well in WSU#1, the Peterson CX GH 30-27D Well in WSU#2, the Peterson CX GH 30-28D Well in WSU#3, and the Peterson CX GH 30-40D Well in WSU#4 to develop the Codell-Niobrara Formation comprising the Application Lands.
- D. For such other findings and orders as the Commission may deem proper or advisable in this matter.

WHEREFORE, Applicant respectfully requests that this matter be set for hearing in July, 2013, that notice be given as required by law, and that upon such hearing, the Commission enter its order consistent with Applicant's request as set forth above.

Dated: May <u>P</u>, 2013.

Respectfully submitted:

GREAT WESTERN OPERATING COMPANY, LLC

By:

Jamie L. Jost
Gregory J. Nibert Jr.
Beatty & Wozniak, P.C.
Attorneys for Applicant
216 16th Street, Suite 1100
Denver, Colorado 80202
(303) 407-4499

Applicant's Address:

Great Western Operating Company, LLC ATTN: K. Wade Pollard, CPL 1700 Broadway, Suite 650 Denver, CO 80290

VERIFICATION

STATE OF COLORADO)
	ss (
CITY AND COUNTY OF DENVER)

K. Wade Pollard, of lawful age, being first duly sworn upon oath, deposes and says that he is the Land Manager for Great Western Operating Company, LLC 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.

K. Wade Pollard Land Manager

Great Western Operating Company, LLC

Subscribed and sworn to before this 24day of May, 2013.

Witness my hand and official seal.

[SEAL]

My commission expires: 2

JESSICA DANIELLE VIRGO NOTARY PUBLIC STATE OF COLORADO NOTARY ID 20134020753 MY COMMISSION EXPIRES MARCH 25, 2017

EXHIBIT A

Anadarko E&P Company LP 1099 18th Street, Suite 1800 Denver, CO 80202

Anadarko Land Corp. 1675 Broadway, Suite 1200 Denver, CO 80202

Petroleum Development Corporation (d/b/a PDC Energy)
1775 Sherman Street, #3000
Denver, CO 80203

OMX Corporation 290 Wilmont Raod Rochelle, NY 10804

Allen C. Stout (Esq.) 2620 S. Maryland Pkwy., #170 Las Vegas, NV 89109

Kerr-McGee Oil & Gas Onshore LP 1099 18th Street, Suite 1800 Denver, CO 80202

JAGI Capital Group 3609 Willomet Ct Bedford, TX 76021

Bill Barrett Corporation 1099 18th Street, Suite 2300 Denver, CO 80202

Herman G. Peterson 30584 County Road 380 Kersey, CO 80644-9512

Herman & Dorothy Jean Peterson 30584 County Road 380 Kersey, CO 80644-9512

EnCana Oil and Gas (USA), Inc. 370 17th Street #1700 Denver, CO 80202

Canamax, LLC 1700 Broadway, Suite 650 Denver, CO 80290

Judy A. Ord 1955 Highway 136 Guide Rock, NE 68942 Michael J. Bernhardt 200 N. 35th Avenue, Lot 110 Greeley, CO 80634

Janice Hubbard 3920 S. Placita De La Moneda Green Valley, AZ 85614

Joyce Cloer 4605 Centre Ct. Rogers, AR 72758

Terry D. Redman 16423 Tupper Street North Hills, CA 91343

Lynn D. Redman 3637 Olympic Blvd. Billings, MT 59102

Lynn D. Redman 150 Barron Way Kalispell, MT 59901

Eleanor Jo Anne McCargar 20427 County Road 3 Wiggins, CO 80654

Rita Faye Peterson 12097 County Road 3 Wiggins, CO 80654

Magnus Eugene Tappan 3737 Staghorn Drive Longmont, CO 80503

Magnus Eugene Tappan 420 E 57th Street, Lot 169 Loveland, CO 80538-1285

Twyla Louise Jorgensen PO Box 672 Platteville, CO 80651-0672

LeRoy D. & Patty A. Peterson 43776 U.S. Hwy 34 Orchard, CO 80649

Nancy Colleen Baird P.O. Box 1634 Weldon, CA 93283 Lance T. Peterson 3554 Meadowlark Drive Casper, WY 82604

Troy S. Peterson P.O. Box 91 Story, WY 82842

Cody P. Peterson 22971 Weld C.R. 53 Kersey, CO 80644

Travis W. Peterson 3122 X Avenue Elberon, IA 52225

Betty Hatfield P.O. Box 31 Kersey, CO 80644

Bill Peterson 1604 N. Pak Street Burnett, TX 78611

Larry Peterson 15251 Weld County Road 86 Pierce, CO 80650

Richard Peterson 230 Dancer Road Arthur, NE 69121

Henry Karre, a/k/a Henry M. Karre PO Box 42 Nunn, CO 80648-0042

Holly Ann King 339 50th Avenue Place Greeley, CO 80634

Preston Henry Lee Karre Trust, Cache Bank and Trust, Trustee 4601 West 20th Street Greeley, CO 80634

Tyla Anna Marie Karre Trust, Cache Bank and Trust, Trustee 4601 West 20th Street Greeley, CO 80634

R & R Farms 24334 County Road 61 Kersey, CO 80644 Cache National Bank Cache Bank & Trust 4601 West 20th Street Greeley, CO 80634

Judy Ord 952 Hiawatha Hwy Bellvue, CO 80512-0000

Raymond John Peterson 12097 County Road 3 Wiggins, CO 80654

The Croke Revocable Trust 258 S. Ulukoa Place Lahaina, HI 96761

The Riverside Irrigation District 221 East Kiowa Fort Morgan, CO 80701

William Henry Peterson Trustee of the WHO Mineral Trust 1604 Oak St.

Burnet, Burnet County, TX 78611

JBS Five Rivers Ranch Cattle Feeding, LLC 1770 Primontory Cir. Greeley, CO 80634

Noble Energy Inc. 1625 Broadway, Suite 2200 Denver, CO 80202

Doris A. Rice and the Heirs or Assigns of Harold E. Rice, deceased Address Unknown

Darrell E. Rice 11220 W. Exposition Avenue Lakewood, CO 80226

James W. Rice 3001 70th Avenue Greeley, CO 80634

Nancy K. Sherrill PO Box 490 Byers, CO 80103

Joan Sprangler 831 Briarwood Court Longmont, CO 80501 Colorado Land Services, LLC 1051-D West Highway 34 Loveland, CO 80537

Petroleum Exploration & the Management, LLC 20203 Highway 60 Platteville, CO 80651

N&R Investment Company 5660 Sepulveda Blvd Van Nuys, CA 91411 Francis Royalties, LLC 6600 W. 20th Street, Unit 12 Greeley, CO 80634

MF Energy, LLC 200 Commerce Street Smithfield, VA 23430

Eleanor Jo Anne McCargar 20427 County Road 3 Wiggins, CO 80654

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

IN THE MATTER OF THE APPLICATION OF GREAT WESTERN OPERATING COMPANY, LLC FOR AN ORDER TO POOL ALL INTERESTS IN FOUR APPROXIMATE 160-ACRE WELLBORE SPACING UNITS FOR SECTIONS 19, 20, 29 AND 30, TOWNSHIP 5 NORTH, RANGE 63 WEST, 6TH P.M. IN THE CODELL-NIOBRARA FORMATION, WATTENBERG FIELD, WELD COUNTY, COLORADO	CAUSE NO. DOCKET NO.	
AFFIDAVIT OF MAILING		
STATE OF COLORADO)		
)ss. CITY AND COUNTY OF DENVER)		
Gregory J. Nibert, Jr. of lawful age, and declares:	being first duly sworn upon his oath, states and	
postage prepaid, addressed to the parties listed o	12006 155	
Gregory J. Nibert, Jr.		
Subscribed and sworn to before me on Ma	y <u>///</u> , 2013.	
Witness my hand and official seal.		
My commission expires: 11/13/2010	L.	
TANYA S. COHEN NOTARY PUBLIC STATE OF COLORADO NOTARY ID 20084038573 MY COMMISSION EXPIRES NOV. 10, 2010	otary Public	