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

IN THE MATTER OF AN APPLICATION BY BILL)	
BARRETT CORPORATION FOR AN ORDER POOLING)	CAUSE NOS. 407 & 535
ALL INTERESTS IN THE 640-ACRE DRILLING AND)	
SPACING UNITS ESTABLISHED FOR SECTION 18,)	DOCKET NO. To be assigned
TOWNSHIP 6 NORTH, RANGE 61 WEST, 6 TH P.M.,)	_
FOR THE DEVELOPMENT/OPERATION OF THE)	
CODELL AND NIOBRARA FORMATIONS,)	
WATTENBERG FIELD, WELD COUNTY, COLORADO)	

APPLICATION

Bill Barrett Corporation ("BBC" or "Applicant"), by and through its attorneys, Burleson LLP, respectfully submits this Application to the Oil and Gas Conservation Commission of the State of Colorado (the "Commission") for an order: (1) pooling all interests in the approximate 640-acre drilling and spacing unit to be established for Section 18, Township 6 North, Range 61 West, 6th P.M., for the development and operation of the Niobrara Formation; and (2) pooling all interests in the approximate 640-acre drilling and spacing unit to be established for said Section 18, for the development and operation of the Codell Formation. 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 has registered as an operator with the Commission.
 - 2. Applicant owns majority leasehold interests in the below-listed lands:

Township 6 North, Range 61 West, 6th P.M. Section 18: All

These lands are hereinafter referred to as the "Application Lands." A map depicting the acreage comprising the Application Lands is attached hereto and marked as Exhibit A.

- 3. The Application Lands are unspaced with respect to the Codell Formation, which are common sources of supply underlying said lands and, as such, Rule 318.a. applies to said lands and under said rule, wells greater than 2,500 feet in depth shall be located not less than 600 feet from any lease line, and shall not be located less than 1,200 feet from any other producible or drilling well when drilling to the same common source of supply, unless authorized by order of the Commission upon hearing.
- 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 Cretaceous Age Formations from the base of the Dakota Formation to the surface. Rule 318A. supersedes all prior Commission drilling and spacing orders affecting well location and density requirements of Greater Wattenberg Area wells. On December 5, 2005, Rule 318A. was amended, among other things, 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, among other things, to address drilling of horizontal

wells. The Application Lands are subject to certain portions of this Rule for the Codell and Niobrara Formations.

5. On or about February 22, 2011, the Commission entered Order No. 535-4 (corrected on April 4, 2013) which, among other things, established 640-acre drilling and spacing units for certain lands, including the Application Lands, and approved one horizontal well for each unit, for the production of oil, gas and associated hydrocarbons from the Niobrara Formation, with the treated interval of the permitted wellbore to be located no closer than 460 feet from the boundaries of the unit.

Pooling of all interests for the development/operation of the Niobrara Formation

- 6. Applicant has filed a contemporaneous application with the Commission seeking an order to authorize the drilling of up to seven (7) additional horizontal wells, for a total of up to eight (8) wells, within the approximate 640-acre drilling and spacing unit established for the Application Lands, for the production of oil, gas and associated hydrocarbons from the Niobrara Formation.
- 7. Acting pursuant to the relevant provisions of §34-60-116(6) & (7), C.R.S., and Rule 530., Applicant seeks an order pooling all interests in the Application Lands for the initial permitted horizontal Niobrara Formation well drilled within the Application Lands and any subsequent horizontal wells authorized by the Commission (at present, BBC has plans to drill and complete the Greasewood #08-18H Well, API #05-123-33780, within the Application Lands), for the development and operation of the Niobrara Formation.
- 8. Applicant requests that the pooling order entered as a result of this Application be made effective as of the date of this Application, or the date that the costs specified in §34-60-116(7)(b)(II), C.R.S., are first incurred for the drilling of the initial permitted horizontal Niobrara well on the Application Lands, whichever is earlier.

Pooling of all interests for the development/operation of the Codell Formation

- 9. Applicant has filed a contemporaneous application with the Commission to establish an approximate 640-acre drilling and spacing unit for the Application Lands, for the production of oil, gas and associated hydrocarbons from the Codell Formation.
- 10. Acting pursuant to the relevant provisions of §34-60-116(6) & (7), C.R.S., and Rule 530., Applicant seeks an order pooling all interests in the Application Lands for the initial permitted horizontal Codell Formation well drilled within the Application Lands and any subsequent horizontal wells authorized by the Commission, for the development and operation of the Codell Formation.
- 11. Applicant requests that the pooling order entered as a result of this Application be made effective as of the date of this Application, or the date that the costs specified in §34-60-116(7)(b)(II), C.R.S., are first incurred for the drilling of the initial permitted horizontal Codell well on the Application Lands, whichever is earlier.

- 12. The granting of this Application is in accord with the Oil and Gas Conservation Act, found at §34-60-101, et seq., C.R.S., and the Commission rules.
- 13. That the names and addresses of the interested parties (persons who own any interest in the mineral estate of the tracts to be pooled, except owners of overriding royalty interest) are attached hereto under <u>Exhibit B</u>. The Applicant shall submit a certificate of service for the Application within the seven days as required by Rule 503.e.

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

- A. Pooling all interests in the Application Lands for the initial permitted horizontal Niobrara Formation well drilled within the Application Lands and any subsequent horizontal wells authorized by the Commission, for the development and operation of the Niobrara Formation, with the pooling order made effective as of the date of this Application, or the date that the costs specified in §34-60-116(7)(b)(II), C.R.S., are first incurred for the drilling of a Niobrara Formation well on the Application Lands, whichever is earlier.
- B. Pooling all interests in the Application Lands for the initial permitted horizontal Codell Formation well drilled within the Application Lands and any subsequent horizontal wells authorized by the Commission, for the development and operation of the Codell Formation, with the pooling order made effective as of the date of this Application, or the date that the costs specified in §34-60-116(7)(b)(II), C.R.S., are first incurred for the drilling of a Codell Formation well on the Application Lands, whichever is earlier.
- 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 an authorized well proposed for the Niobrara or Codell Formation, are pooled by operation of statute, pursuant to §34-60-116(7), C.R.S., and made subject to the cost recovery provisions thereof.
- D. For such other findings and orders as the Commission may deem proper or advisable in the premises.

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DATED this day of July, 2013.

Respectfully submitted,

BILL BARRETT CORPORATION

Robert A. Willis (Colorado Bar No. 26308)

Burleson LLP

Wells Fargo Center

1700 Lincoln Street, Suite 1300

Denver, CO 80203 (303) 801-3200

Applicant's Address:

Bill Barrett Corporation Hal Writer, Senior Landman 1099 18th Street, Suite 2300 Denver, CO 80202

VERIFICATION

STATE OF COLORADO

) ss.

CITY & COUNTY OF DENVER

Hal Writer, Senior Landman for Bill Barrett Corporation, upon oath deposes and says that he has read the foregoing Application and that the statements contained therein are true to the best of his knowledge, information and belief.

BILL BARRETT CORPORATION

Hal Writer

Subscribed and sworn to before me this // day of July, 2013, by Hal Writer, Senior Landman for Bill Barrett Corporation.

Witness my hand and official seal.

My commission expires:

NANCY R. WEBER

NOTARY PUBLIC

STATE OF COLORADO

NOTARY ID # 19974000612

MY COMMISSION EXPIRES JANUARY 15, 2017

EXHIBIT B

INTERESTED PARTIES

The names and addresses of the interested parties (persons who own any interest in the mineral estate underlying Section 18, Township 6 North, Range 61 West, 6th P.M., except overriding royalty interest owners) according to the information and belief of the Applicant are set forth in this Exhibit B.

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

Lucille M. Hecht Family Tree P.O. Box 260498 Lakewood, CO 80226

Barbara Stratton 11640 Shoshone Way Westminster, CO 80234

R. Lewis Fillmore P.O. Box 258 Boone, CO 81025

Purcell Conservation Group, LLC 1522 64th Avenue Greeley, CO 80634

Marubeni Denver Julesburg. LLC 5847 San Felipe Street #1706 Houston, TX 77057

Milton C. Garwood 2323 S. Jackson St. Denver, CO 80210

Remora Oil Company P.O. Box 101026 Denver, CO 80250

Stephen D. Komatz 8076 S. Franklin Ct. Centennial, CO 80122 Robert A. Willis Burleson LLP 1700 Lincoln St., Suite 1300 Denver, CO 80203

Evelyn R. Elliott Family Tree P.O. Box 260498 Lakewood, CO 80226

Harriet R. Couillard 181 Emerald St. Broomfield, CO 80020

Dwight A. Baker and Joyce E. Baker 37483 WCR 100 Briggsdale, CO 80611

Marathon Oil Company 5555 San Felipe Houston, TX 77056

Heirs or Devisees of Alexander H. Canning Cornish, CO

Mable Garwood Stevens 4545 S. Yosemite St. Denver, CO 80237

McMahon Energy Partners, L.P. 4545 S. Monaco St. #144 Denver, CO 80237

Deborah Komatz Martin P.O. Box 2508 Edwards, CO 81632 Arwin M. Bolin 2570 W. Fir Avenue Fresno, CA 93711

Marathon Oil Company 5555San Felipe Houston, TX 77056

Johnna Bavoso 1625 Lakeshore Dr. Ft. Collins, CO 80525

Doris Mae Beverly P.O. Box 158 Broomfield, CO 80038

Steven Cline P.O. Box 18835 Boulder, CO 80308

Paul D. Wood and Terry Wood 4636 W. B Street Greeley, CO 80634

Rodney Willis Bolin 6028 Routt Ct. Arvada, CO 80004

Frank Komatz 1930 E. 8th Avenue Denver, CO 80206

David F. Kiomatz 4950 Pinyon, Littleton, CO 80123

Richard A. Horn 15846 W. Bayaud Dr. Golden, Co 80401

Kathryn Lynn Miranda 20 St. Peters Rd. Twickenham, London TW11QX England

Morris D. Huffman and Caroline E. Huffman 2232 Sheri Drive Emmett, Idaho 83617 Gloria Joyce Bolin 8541 N. Maden Clovis, CA 93611

Paul L. Morris 7800 Ranch Rd. Flower Mound, TX 75002

David R. Huffman and Elsie Mae Huffman P.O. Box 433 Tabernash, CO 80478

Edgar J. Bolin 719 17th St. #9 Greeley, CO 80631

Rodney E. Bolin 33438 WCR 85 Briggsdale, CO

Raymond Keith Snyder 2127 7th Avenue Greeley, CO 80631

Janice Pafford 1006 North Oakwood Dr. Mahomet, IL 61853

Bonanza Creek Energy Operating Company 5601 Truxton Avenue #210 Bakersfield, CA 93309

Mary Bures 8910 W. 179th Street, Tinley Park, IL 60478

Joyce D. Snyder 2127 7th Avenue Greeley, CO 80631

Joyce D. Snyder 2127 7th Avenue Greeley, CO 8061

Donna J. Willis 5132 E. Fair Dr. Centennial, CO 80121 Stephen Gregg Bures 8910 West 179th St. Tinley Park, IL 60478

Reuel Bolin 39630 WCR 392, Briggsdale, CO

Reuel Bolin and Dorothy Bolin 33438 WCR 85 Briggsdale, CO

Carol Pitner 2601 C Augusta Lane Hays, KS 67601 Don Blackstone and Linda Blackstone 82 Diablo Dr. Alamogordo, NM 88310

Joyce D. Snyder and Raymond Keith Snyder 2127 7th Avenue Greeley, CO 80631

Rodney Willis Bolin 6028 Routt Court Arvada, CO 80004

DJ Resources, Inc. 1600 Broadway, Suite 1960 Denver, CO 80202