IN THE MATTER OF THE APPLICATION OF)
KERR-MCGEE OIL & GAS ONSHORE LP FOR) Cause No.
AN ORDER TO POOL ALL INTERESTS IN AN)
APPROXIMATE 320-ACRE DESIGNATED) Docket No
WELLBORE SPACING UNIT LOCATED IN)
SECTIONS 35 AND 36, TOWNSHIP 3 NORTH,	
RANGE 67 WEST, 6 th P.M. FOR THE)
NIOBRARA FORMATION, WATTENBERG)
FIELD, WELD COUNTY, COLORADO)

APPLICATION

COMES NOW Kerr-McGee Oil & Gas Onshore LP (referred to herein as "Applicant"), by and through its undersigned attorneys, and makes application to the Colorado Oil and Gas Conservation Commission ("Commission"), for an order to pool all interests within an approximate 320-acre wellbore spacing unit to produce oil, gas, and associated hydrocarbons from the Niobrara Formation for the following described lands:

Wirkner-Vance 30N-36HZ Well (API No. 05-123-37885) ("Well"):

Township 3 North, Range 67 West, 6th P.M.

Section 35: E½E½
Section 36: W½W½

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

In support thereof, the Applicant states and alleges as follows:

- 1. Applicant is a limited partnership formed under the laws of the State of Delaware; is a wholly owned subsidiary of Anadarko Petroleum Corporation; is duly authorized to conduct business in the State of Colorado; and is a registered operator in good standing with the Commission.
 - 2. Applicant owns certain interests in the Application Lands.
- 3. On February 19, 1992, the Commission entered 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 Niobrara Formation underlying certain lands, including the Application Lands, with the permitted well locations in accordance with the provisions of Order No. 407-1.
- 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.

- 5. Pursuant to Rule 318A.e, Applicant designated an approximate 320-acre wellbore spacing unit for the Well for the production of oil, gas, and associated hydrocarbons from the Niobrara Formation. Applicant notified all owners in the proposed wellbore spacing unit pursuant to Rule 318A.e.(6), as applicable. Applicant did not receive any objections to the establishment of the proposed wellbore spacing unit within the 30-day response period, and, as such, certifies to the Commission that it did not receive any objections to well location, proposed spacing unit, or proposed formation.
- 6. Applicant, pursuant to the provisions of C.R.S. § 34-60-116 (6) & (7) and Commission Rule 530, seeks an order pooling all interests, including but not limited to, any nonconsenting interests, in the Well for development and operation of the Niobrara Formation underlying the following designated 320-acre wellbore spacing unit:

Township 3 North, Range 67 West, 6th P.M.

Section 35: E½E½
Section 36: W½W½

(hereafter, "the Wellbore Spacing Unit").

- 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 the Well to the Niobrara Formation on the Application Lands.
- 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 Well, and will be provided with the information required by Rule 530 as applicable. The list of such interested parties is attached hereto as Exhibit A.
- 9. That in order to prevent waste and to protect correlative rights, all interests in the Wellbore Spacing Unit should be pooled for the orderly development of the 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 the Wellbore Spacing Unit for the development of the 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 Well to the Niobrara Formation on the Application Lands.
- 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 Well 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 Well drilled to develop the Niobrara Formation in the Wellbore Spacing Unit comprising the Application Lands.

D. For such other findings and orders as the Commission may deem proper or advisable in this matter.

DATED this 17th day of October, 2013.

Respectfully submitted,

KERR-MCGEE OIL & GAS ONSHORE LP

Bv

Michael J. Wozniak Elizabeth Y. Gallaway

Beatty & Wozniak, P.C.

Attorneys for Applicant 216 16th Street, Suite 1100

Denver, Colorado 80202

Address of Applicant
Kerr-McGee Oil & Gas Onshore LP
ATTN: Jason Rayburn
1099 18th Street, Suite 1800
Denver, Colorado 80202

VERIFICATION

STATE OF COLORADO)
) ss. CITY AND COUNTY OF DENVER)
Jason Rayburn of lawful age, being first duly sworn upon oath, deposes and says that he is a Landman for Kerr-McGee Oil & Gas Onshore LP 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.
Jason Rayburn
Kerr-McGee Øil & Gas Onshore LP
Subscribed and sworn to before this 14 day of October, 2013.
Witness my hand and official seal.
[SEAL]
My commission expires:
Notary Public

IN THE MATTER OF THE APPLICATION KERR-MCGEE OIL & GAS ONSHORE AN ORDER TO POOL ALL INTERESTAPPROXIMATE 320-ACRE DESIGNELLBORE SPACING UNIT LOCATED SECTIONS 35 AND 36, TOWNSHIP 3 RANGE 67 WEST, 6th P.M. FOR NIOBRARA FORMATION, WATTIFIELD, WELD COUNTY, COLORADO	ELP FOR) Cause No TS IN AN) GNATED) Docket No ATED IN) NORTH,) DR THE)			
AFFIDAVIT OF MAILING				
STATE OF COLORADO)			
CITY AND COUNTY OF DENVER)ss.)			
Jennifer L. Pittenger of lawful age, and being first duly sworn upon her oath, states and declares:				
That she is a Legal Assistant at Beatty & Wozniak, P.C., attorneys for Kerr-McGee Oil & Gas Onshore LP, and on or before October 24th, 2013, caused a copy of the attached Application to be deposited in the United States Mail, postage prepaid, addressed to the parties listed on Exhibit A to the Application.				
	Jennifer L. Pittenger			
Subscribed and sworn to before me October 2013.				
Witness my hand and official se	al.			
My commission expires:	· · · · · · · · · · · · · · · · · · ·			
TERESA L. PETERSON NOTARY PUBLIC STATE OF COLORADO NOTARY ID 19894002026 MY COMMISSION EXPIRES OCT.4, 2017	Notary Public			

EXHIBIT A Interested Parties

Magness Land Holdings, LLC 1200 17th street, Suite 600 Denver, CO 80202

Kerri Jo Brewer 3403 Montrose Street Evans, CO 80602

Kevin G. Nishimoto and Kristine G. Hamai 12716 Weld County Road 23 Fort Lupton, CO 80621

George Phillip Sandlin and Billie Charlene Sandlin 13500 Weld County Road 6 Fort Lupton, CO 80621

Scott Brewer 5003 Enclave Court McKinney, TX 75070

Michael D. Brewer 1720 58th Ave Greeley, CO 80634

Barry K. Powell 1052 Park Avenue Fort Lupton, CO 80621

Sharon Kay Ceretto, JT 201 Second Street Fort Lupton, CO 80621

David C. Reitz and Lois K. Reitz, JT 308 River Road Platteville, CO

Harry Nishimoto and June Greenwood 378 High Street Souderton, PA 18964

Anadarko E&P Onshore LLC 1099 18th Street, Suite 1800 Denver, CO 80202 Charlotte Louise Poland 18938 Weld County Road 22 Fort Lupton, CO 80621

Virginia Ruby Burson 951 17th Avenue, #68 Longmont, CO 80501

Kawakami Farms, LLLP 10692 County Road 28 Fort Lupton, CO 80621

Kiyota Properties, LLC 11964 WCR 21 ½ Fort Lupton, CO 80621

Beverly Jean Johnston 18 Empson Drive Longmont, CO 80501

llene Marie Kmoch 2309 15th Avenue Longmont, CO 80501

Willene Rae Kohler 9874 Grove Street, #C Westminster, CO 80030

Boulder and White Rocky Ditch Company P. O. Box 1826 Longmont, CO 80502

Michelle H. Slocum 4227 Larkspur Road Evans, CO 80620

Michael T. Nishimoto 10412 Wild Flower Gulley Las Vegas, NV 89178

Kerr-McGee Oil & Gas Onshore LP 1099 18th Street, Suite 1800 Denver, CO 80202 Encana Oil & Gas (USA) Inc. 370 17th Street, Suite 1700 Denver, CO 80202

IN THE MATTER OF THE APPLICATION OF KERR-MCGEE OIL & GAS ONSHORE LP FOR AN ORDER TO POOL ALL INTERESTS IN AN APPROXIMATE 320-ACRE DESIGNATED WELLBORE SPACING UNIT LOCATED IN SECTIONS 35 AND 36, TOWNSHIP 3 NORTH, RANGE 67 WEST, 6 th P.M. FOR THE NIOBRARA FORMATION, WATTENBERG FIELD, WELD COUNTY, COLORADO)) Cause No)) Docket No)))			
SUPPLEMENTAL AFFIDAVIT OF MAILING				
STATE OF COLORADO)				
)ss. CITY AND COUNTY OF DENVER)				
Elizabeth Y. Gallaway, of lawful age, and declares:	being first duly sworn upon her oath, states and			
That she is the attorney for Kerr-McGee Oil & Gas Onshore, LP and that on or before October 30, 2013 she caused a copy of the above-captioned Application to be deposited in the United States Mail, postage prepaid, addressed to the party listed below:				
Willene Kohler 8827 E. 151 st Court Thornton, CO 80602	lizabeth Y. Gallaway			
Subscribed and sworn to before me Octob	er <u>3</u> , 2013.			
Witness my hand and official seal.				
TERESA L. PETERSON NOTARY PUBLIC STATE OF COLORADO NOTARY ID 19894002026 MY COMMISSION EXPIRES OCT.4, 2017	Jewse Allus otary Public			

IN THE MATTER OF THE APPLICATION OF KERR-MCGEE OIL & GAS ONSHORE LP FOR AN ORDER TO POOL ALL INTERESTS IN AN APPROXIMATE 320-ACRE DESIGNATED WELLBORE SPACING UNIT LOCATED IN SECTIONS 35 AND 36, TOWNSHIP 3 NORTH RANGE 67 WEST, 6 th P.M. FOR THE NIOBRARA FORMATION, WATTENBERG	Cause No Docket No Docket No Docket No
FIELD, WELD COUNTY, COLORADO)
SECOND SUPPLEMEN	TAL AFFIDAVIT OF MAILING
STATE OF COLORADO)	
)ss. CITY AND COUNTY OF DENVER)	
Flizabeth Y Gallaway of lawful age ar	ad heing first duly sworn upon b

Elizabeth Y. Gallaway, of lawful age, and being first duly sworn upon her oath, states and declares:

That she is the attorney for Kerr-McGee Oil & Gas Onshore, LP and that on or before November 1, 2013 she caused a copy of the above-captioned Application to be deposited in the United States Mail, postage prepaid, addressed to the party listed on the attached Exhibit A.

Elizabeth Y. Gallaway

Subscribed and sworn to before me October <u>51</u>, 2013.

Witness my hand and official seal.

TERESA L. PETERSON NOTARY PUBLIC STATE OF COLORADO NOTARY ID 19894002026

MCTARY ID 19894002026 MY COMMISSAUL EXPIRES OCT.4, 2017 Notary Public

Exhibit A

Kevin G. Nishimoto 12290 Weld County Road 23 Fort Lupton, CO 80621

Kristine G. Hamai 12620 West Gould Drive Littleton, CO 80127

George Phillip Sandlin and Billie Charlene Sandlin 13317 Birch Circle Thornton, CO 80241

Harry Nishimoto 11010 SE 24th Place Bellevue, WA 98004

Ilene Marie Kmoch 4522 Lucca Drive Longmont, CO 80503 Michelle H. Slocum 712 10th Street Windsor, CO 80550

Michael T. Nishimoto 9249 Sterling Hill Avenue Las Vegas, NV 89148

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Kawakami Farms, LLLP 10898 County Road 28 Fort Lupton, CO 80621