

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

IN THE MATTER OF THE APPLICATION OF)	
BONANZA CREEK ENERGY OPERATING)	
COMPANY LLC FOR AN ORDER AUTHORIZING THE)	CAUSE NO. 407
DRILLING OF UP TO TEN HORIZONTAL WELLS TO)	
THE NIOBRARA FORMATION IN A 640-ACRE)	DOCKET NO. 1401-AW-____
SPACING ACRE SPACING UNIT LOCATED IN)	
SECTION 14, TOWNSHIP 5 NORTH, RANGE 61)	
WEST OF THE 6 th P.M., WATTENBERG FIELD, WELD)	
COUNTY, COLORADO)	

VERIFIED APPLICATION

Bonanza Creek Energy Operating Company LLC ("Bonanza") by and through its attorneys, Lohf Shaiman Jacobs Hyman & Feiger PC, respectfully submits its Verified Application to the Oil and Gas Conservation Commission of the State of Colorado (the "Commission") for an order authorizing the drilling and completion of up to ten (10) horizontal wells in an existing drilling and spacing unit consisting of Section 14, Township 5 North, Range 61 West, for production of oil, gas and associated hydrocarbons from the Niobrara Formation in the Wallenberg Field, Weld County, Colorado. In support of its Verified Application Bonanza states as follows:

1. Bonanza is a Delaware limited liability company duly organized and authorized to conduct business in the State of Colorado.

2. Bonanza owns oil and gas leasehold interests in the following sections in Weld County, Colorado (the "Application Lands"):

Township 5 North, Range 61 West 6th P. M.
Section 14

3. By Order 407-703, entered effective August 20, 2012, the Commission established the Application Lands as a 640-acre drilling and spacing unit for production of oil, gas and associated hydrocarbons from the Niobrara Formation. The Order authorized the drilling of one horizontal well in the unit, with the treated interval of the permitted wellbore to be no closer than 600 feet from the boundaries of the unit, and no closer than 1,200 feet from the treated interval of any other wellbore located in the unit, without order being granted by the Director.

4. According to the records of the Commission, no wells have yet been drilled to the Niobrara Formation in the Application Lands.

5. Section §34-60-116(4) of the Colorado Oil and Gas Conservation Act authorizes the Commission to permit additional wells to be drilled within established drilling and spacing units in order to prevent or assist in preventing waste.

6. Bonanza requests that the Commission authorize the drilling and completion of up to ten (10) horizontal wells in the unit, as necessary to economically and efficiently recover oil, gas and associated hydrocarbons from the Niobrara Formation, to prevent waste and protect correlative rights.

7. Bonanza further requests that each such horizontal well be drilled no closer than 460 feet from the unit boundary, and consistent with Rule 318A(l).(m), the treated interval of each such horizontal well be no closer than 150 feet from the wellbore of any then-existing or permitted oil and gas well, unless waived in writing by the operator of the encroached-upon well.

8. Bonanza further requests that horizontal wells under the requested order be located on no more than two surface pads per governmental half-section as designated by the operator, with wells on each pad to be drilled from surface locations within 50 feet of an adjacent drilled or permitted well, without exception being granted by the Director for good cause, which shall include surface owner consent.

9. Entry of an order consistent with the above requests will allow efficient drainage of the Niobrara Formation in the Application Lands, will prevent waste, will not adversely affect correlative rights of any owner, and will assure the greatest ultimate recovery of oil, gas and associated hydrocarbon substances from the reservoir.

10. The proposed horizontal wells can be developed in a manner consistent with protection of the environment, public health, safety and welfare.

11. The undersigned certifies that copies of this Application shall be served on each interested party listed on **Exhibit A** as required by Rule 503.e.

WHEREFORE, Bonanza respectfully requests this matter be set for hearing, notice be given as required by law, and upon such hearing the Commission enter its order providing the relief requested by Bonanza above, together with such other relief consistent with the above requests as the Commission deems just and appropriate.

RESPECTFULLY SUBMITTED this 26th day of November, 2013.

LOHF SHAIMAN JACOBS HYMAN & FEIGER PC

By: 

J. Michael Morgan #7279

Justin Plaskov #45053

950 South Cherry Street, Suite 900

Denver, Colorado 80246

(303) 753-9000

(303) 753-9997 (fax)

mmorgan@lsjpc.com

Address of Applicant:

Bonanza Creek Energy Operating Company LLC
410 17th Street, Suite 1400
Denver, CO 80202

EXHIBIT "A"

TO APPLICATION OF BONANZA CREEK ENERGY OPERATING COMPANY LLC

Section 14, Township 5 North, Range 61 West, of the 6th P.M.

Applicant:

Bonanza Creek Energy Operating Company LLC
410 17th Street, Suite 1400
Denver, CO 80202

Applicant's Attorney:

J. Michael Morgan, Esq.
Lohf Shaiman Jacobs Hyman & Feiger PC
950 South Cherry Street, Suite 900
Denver, CO 80246

Local Government Designee:

David Bauer
Weld County
1111 H Street
Greeley, CO 80632

Other Interested Parties:

Celia Greenman
Colorado Division of Wildlife
6060 Broadway
Denver, CO 80214

Kent Kuster
Colorado Department of State
Health and Environment
4300 Cherry Creek Drive South
Denver, CO 80246

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

JoAnn Monroe
10282 Branscomb
Downey, CA 90242

Anschutz Exploration Corporation
555 17th Street, Suite 2400
Denver, CO 80202

Estate of Clyde O. Monroe
P.O. Box 7157
Waco, TX 76714

Estate of C. A. Bresnahan, Deceased, and of
M.A. Bresnahan, Deceased
C/O Wells Fargo Bank of Denver
P.O. Box 5383
Denver, CO 80217

Estate of Clyde Pearl Monroe
c/o Authorized personal Representative Carol
Haverlandt
c/o Greg A. Luinstra, Esq
P.O. Box 3169
Great Falls, MT 59403

Estate of Florence E. Williams, Deceased, and
of Porter E. Williams, Deceased
6207 Lamar Street
Arvada, CO 80003

Jo Ann Monroe
10282 Branscomb
Downey, CA 90242

Eunice Monroe
6250 Telegraph Road #505
Ventura, CA 93003

Florence Monroe Carlson
4900 Telegraph Road #114
Ventura, CA 93003

John Monroe
219 West 5th Street
Erie, KS 66733

Lillie Haynes
P.O. box 282
Eatonville, WA 98328

Raymond Monroe
739 Roswell Court
Ventura, VA 93004

George G. Vaught Jr.
P.O. Box 73557
Denver, CO 80201

IN THE MATTER OF THE APPLICATION OF)
BONANZA CREEK ENERGY OPERATING)
COMPANY LLC FOR AN ORDER AUTHORIZING)
THE DRILLING OF UP TO TEN HORIZONTAL)
WELLS TO THE NIOBRARA FORMATION IN A)
640-ACRE SPACING ACRE SPACING UNIT)
LOCATED IN SECTION 14, TOWNSHIP 5 NORTH,)
RANGE 61 WEST OF THE 6th P.M., WATTENBERG)
FIELD, WELD COUNTY, COLORADO)

CAUSE NO. 407

DOCKET NO. 1401-AW-___

VERIFICATION

STATE OF COLORADO)

) ss.

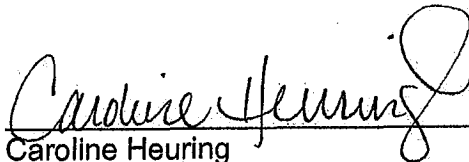
CITY AND COUNTY OF DENVER)

The undersigned, of lawful age, having been first sworn upon his oath, deposes and states that:

1. She is Landman for the Applicant, Bonanza Creek Energy Operating Company LLC, and maintains her office at 410 17th Street, Suite 1400, Denver, Colorado 80202.

2. She has read the within Verified Application, is familiar with the facts set forth therein, and states that said facts are true and correct to the best of her knowledge and belief.

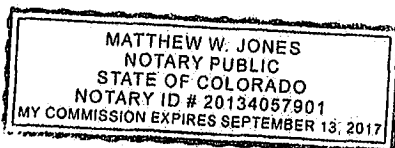
Further Affiant sayeth not.


Caroline Heuring

Subscribed and sworn to before me this 20th day of November, 2013.

Witness my hand and official seal.

My commission expires: 9/13/2017




Notary Public

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

AFFIDAVIT OF MAILING

STATE OF COLORADO)
) ss.
CITY & COUNTY OF DENVER)

J. Michael Morgan, of lawful age and being first duly sworn upon his oath, states and declares:

That he is the attorney for Bonanza Creek Energy Operating Company LLC in the above-captioned matter, that on November 26, 2013 he caused a copies of the attached Verified Application to be deposited in the United States Mail, postage prepaid, addressed to the parties listed on **Exhibit A** to the Application.

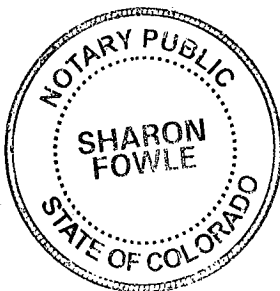


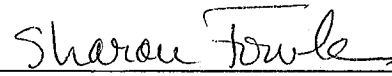
J. Michael Morgan

Subscribed and sworn to before me this 26th day of November, 2013.

Witness my hand and official seal.

My commission expires: 03/05/2013





Notary Public