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

IN THE MATTER OF THE APPLICATION OF PDC ENERGY, INC. FOR AN ORDER TO POOL ALL INTERESTS IN AN APPROXIMATE 320-ACRE DESIGNATED WELLBORE SPACING UNIT IN SECTION 1, TOWNSHIP 6 NORTH, RANGE 67 WEST, 6TH P.M., FOR THE NIOBRARA FORMATION, WATTENBERG FIELD, WELD COUNTY, COLORADO

CAUSE NO.

DOCKET NO.

APPLICATION

COMES NOW PDC Energy, Inc. ("Applicant"), by its attorneys, Jost & Shelton Energy Group, P.C., and makes this application to the Oil and Gas Conservation Commission of the State of Colorado ("Commission") for an order to pool all interests within an approximate 320-acre wellbore spacing unit for the drilling of the Simonsen 1Q-241 Well, (API No. 05-123-35912) ("Well") for the development of the Niobrara Formation on the following described lands:

Township 6 North, Range 67 West, 6th P.M. Section 1: W½E½, E½W½

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

In support thereof, Applicant states and alleges as follows:

- 1. Applicant is a corporation 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 leasehold 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 and/or gas from the Niobrara Formation underlying certain lands, with the permitted well locations in accordance with the provisions of Order No. 407-1 and allowed downhole commingling of production from the Codell and Niobrara Formations.
- 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. Applicant designated the 320-acre wellbore spacing unit, as defined below, for the production of oil, gas, and associated hydrocarbons from the 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 in the Niobrara Formation underlying the following approximate 320-acre designated wellbore spacing unit:

Township 6 North, Range 67 West, 6th P.M. Section 1: W½E½, E½W½

(hereafter "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) 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) are first incurred for the drilling of the Well in the Wellbore Spacing Unit 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.

WHEREFORE, Applicant respectfully requests that this matter be set for hearing in April 2014, 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: February 27, 2014.

Respectfully submitted:

PDC Energy, Inc.

By: Jamie L. Jost

Joseph M. Evers

Jost & Shelton Energy Group, P.C.

Attorneys for Applicant

1675 Larimer St., Suite 1400

Denver, Colorado 80202

(720) 379-1812

Applicant's Address:

PDC Energy, Inc. ATTN: Marie McCord

1775 Sherman Street, Suite 3000

Denver, CO 80203

VERIFICATION

STATE OF COLORADO)	
CITY AND COUNTY OF DENVER) ss.)	
says that he is Senior Regional Landman	being first duly sworn upon oath, deposes and for PDC Energy, Inc., and that he has read the stherein contained are true to the best of his John Krattenmaker Senior Regional Landman PDC Energy, Inc.	
Subscribed and sworn to before me this 27th day of February 2014.		
Witness my hand and official seal.		
[SEAL]	64 C 100°C	
My commission expires: 2-23-20	Notary Public Notary Public My Commission Expires 02/23/2015	

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

IN THE MATTER OF THE APPLICATION OF PDC ENERGY, INC. FOR AN ORDER TO POOL ALL INTERESTS IN AN APPROXIMATE 320-ACRE DESIGNATED WELLBORE SPACING UNIT IN SECTION 1, TOWNSHIP 6 NORTH, RANGE 67 WEST, 6TH P.M., FOR THE NIOBRARA FORMATION, WATTENBERG FIELD, WELD COUNTY, COLORADO

CAUSE NO.

DOCKET NO.

AFFIDAVIT OF MAILING

STATE OF COLORADO)	
CITY AND COUNTY OF DENVER)	S.
and declare that I am the attorney for PDC	a copy of the attached Application to be
	Jamie L. Jost
Subscribed and sworn to before me this $\underline{\&}$	7 day of February 2014.
Witness my hand and official seal.	
[SEAL]	
My commission expires: 9/18/1	well Public

DANIELLE E CARROLL Notary Public State of Colorado Notary ID 20134059312 My Commission Expires Sep 18, 2017

EXHIBIT A

Bill Barrett Corporation 1099 18th Street, Suite 2300 Denver, CO 80203

Bayswater Blenheim Holdings II, LLC 730 17th Street, Suite 610 Denver, CO 80202

Bayswater Exploration & Production, LLC 730 17th Street, Suite 610 Denver, CO 80202

Ping-Hui Kao & Sue Lan Kao 3946 Gemstone Lane Johnstown, CO 80534

Julie Lynne Blaine Rex Brian Blaine 1226 Baldridge Drive Severance, CO 80526

James P & Annette Bornhoft 11319 CR 72 Eaton, CO 80615

Simcad Resources LLC Harlan Simonsen Reg Agent 35540 County Road 25 Eaton, CO 80615

Simcad Resources LLC Harlan Simonsen Reg Agent 35540 County Road 25 Eaton, CO 80615

Marleen Dotson 60180 Crater Rd Bend, OR 97702

Elizabeth E Sivers Rev Trust Dennis W Sivers Trustee 18028 Westminster Drive Lake Oswego, OR 97034-8502 Elmira Martin Cudney Trust dated July 13, 1994 9654 Brook Hill Lane Lone Tree, CO 80124-5545

Julie Ann Martin 2940 East Temple Ct Gilbert, AZ 85296-8617

Laura Lynn Martin 2754 NW Kennedy CT, Unit 60 Portland, OR 97229-8162

Perry Alan Martin 18509 WCR 86 Ault, CO 80610

Jerod A & Megan D Huwa PO Box 321 Severance. CO 80546

Natalie R Schaffer 301 South 3rd Street Severance, CO 80546

Lauren J Felte 35316 Weld County Rd 23 Severance, CO

Baldridge Subdivision LLC 1223 Baldridge Drive Severance, CO 80615

Jack R & Beverly I Schneider 1223 Baldridge Drive Severance, CO 80615

David Chase 1303 Park Ridge Drive Severance, CO 80615

Marianne K & Nicholas G Montelone, JT 1305 Park Ridge Drive Severance, CO 80615 Daniel A Beauvais Jr & Linda K. Beauvais, JT Po Box 338 Severance, CO 80546

Amy Marie & Mike A Johnson, JT 4512 Regal Avenue NE Cedar Rapids, IA 52402

Joel K & Kelly M Henderson 2021 Trail Ridge Circle Severance, CO 80546

Robert A Arnold 800 Hidden Valley Drive Watertown, SD 57201

Blake W & Heather M Taylor, JT 2028 Trail Ridge Circle Severance, CO 80615

A Thomas & Karen L Eyman, JT 2026 Trail Ridge Circle Severance, CO 80615

Janice P & Walter A Brink, JT PO Box 247 Severance, CO 80546

Jesse Hough 1219 Baldridge Drive Severance, CO 80615

Johnson Living Trust Richard & Rebecca Johnson Trustee 1221 Baldridge Drive Severance, CO 80615

Joseph A Klickna Sr & Patrice Klickna, JT 1225 Baldridge Drive Eaton, CO 80615

Thomas W Inman & Hope Villanueva, JT 1432 Bon Homme Richard Drive Fort Collins, CO 80526

Dallas R & Denise J Vammer, JT 1201 Baldridge Drive Severance, CO 80615 Nicholas J Shaver 1205 Baldridge Drive Severance, CO 80615

Corey Family Trust PO Box 297 Severance, CO 80546

Carl H & Paulette S Schmidt, JT PO Box 276 Severance, CO 80546

Ricky D & Andrea Brandt, JT 1306 Park Ridge Drive Severance, CO 80615

Juanita Lynn & Shawn Lear, JT PO Box 282 Severance, CO 80546

Wesley J & Brenda L Whitecotton Liv TR PO Box 143 Severance, CO 80546

Kevin F & Brenda K Jones, JT 1212 Baldridge Drive Severance, CO 80615

Deborah L & Harold J Stromberger, JT 2020 Trail Ridge Drive Eaton, CO 80615

Trent Verquer 1127 Green Ridge Drive Severance, CO 80550

Amy Jo & Christopher D Douglass, JT 1129 Green Ridge Drive Eaton, CO 80615

Deborah L Mauro & Michael L Mauro Jr, JT PO Box 215 Severance, CO 80546

James A & Leslie C Goettsch, JT 2121 Blue Ridge Severance, CO 80546 Craig R & Linda M Perry, JT PO Box 52 Severance, CO 80546

Janet F Russell PO Box 27 Severance, CO 80546

Carol & Timothy Rohrbacher, JT 1220 Baldridge Drive Eaton, CO 80615

Barbara A & James A Brown, JT 1216 Baldridge Drive Severance, CO 80546

Rick & Virginia Lynch, JT 1228 Baldridge Drive Eaton, CO 80615

BevJac Enterprises LLC 1223 Baldridge Drive Severance, CO 80615

Rhonda L & Stephen Pierce, JT PO Box 310 Severance, CO 80546

Michael J & Eleanor A Foley, JT 2024 Trail Ridge Circle Severance, CO 80546

Robert E & Kathryn C Sawyer PO Box 219 Severance, CO 80517