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

IN THE MATTER OF AN APPLICATION BY KERR-)	
MCGEE OIL & GAS ONSHORE LP FOR AN ORDER)	CAUSE NO.
POOLING ALL INTERESTS IN AN APPROXIMATE)	
240.793-ACRE DESIGNATED HORIZONTAL)	DOCKET NO. To be assigned
WELLBORE SPACING UNIT LOCATED IN SECTIONS)	Ç
13, 24 AND 25, TOWNSHIP 3 NORTH, RANGE 66)	
WEST, 6 TH P.M., FOR THE DEVELOPMENT/)	
OPERATION OF THE NIOBRARA FORMATION,)	
WATTENBERG FIELD, WELD COUNTY, COLORADO)	

APPLICATION

Kerr-McGee Oil & Gas Onshore LP ("Kerr-McGee" or "Applicant"), by and through its attorneys, Beatty & Wozniak, P.C., respectfully submits this Application to the Oil and Gas Conservation Commission of the State of Colorado (the "Commission") for an order pooling all interests in the approximate 240.793-acre horizontal wellbore spacing unit designated for portions of Sections 13, 24 and 25, Township 3 North, Range 66 West, 6th P.M., for development and operation of the Niobrara Formation. In support of its Application, 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 substantial leasehold interests in the below-listed lands:

Township 3 North, Range 66 West, 6th P.M.

Section 13: SE¹/₄SE¹/₄

Section 24: E½E½

Section 25: NE¹/₄NE¹/₄

Weld County, Colorado

These lands are hereinafter referred to as the "Application Lands" and depicted in Exhibit A attached hereto.

3. 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.

- 4. Pursuant to Rule 318A., Applicant designated an approximate 240.793-acre horizontal wellbore spacing unit, comprised of the Application Lands, for the Cruickshank 27N-24HZ well (API No. 05-123-39496) ("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). Applicant did not receive any objections to the establishment of the proposed wellbore spacing unit within the 30-day response period.
- 5. Acting pursuant to the applicable Colorado statutes and COGCC regulations, Applicant seeks an order pooling all interests, including, but not limited to, any nonconsenting interests and leased mineral interests, in the approximate 240.793-acre horizontal wellbore spacing unit established for the Application Lands for the development and operation of the Niobrara Formation.
- 6. Applicant requests that the pooling order entered as a result of this Application be made effective as of the date of this Application.
- 7. Further, Applicant requests that any nonconsenting interests with whom the Applicant has been unable to secure a lease or other agreement to participate in the drilling of the Well, are made subject to the cost recovery provisions of §34-60-116(7), C.R.S.
- 8. 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.
- 9. Applicant requests that relief granted under this Application should be effective on oral order by the Commission, and Applicant hereby agrees to be bound by said oral order.
- 10. 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) according to the information and belief of the Applicant are set forth in Exhibit B attached hereto. 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 approximate 240.793-acre horizontal wellbore spacing unit established for the Application Lands for the development and operation of the Niobrara Formation, with the pooling order made effective as of the date of this Application.
- B. Providing that the nonconsenting 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 §34-60-116(6) & (7), C.R.S., and made subject to the cost recovery provisions thereof.

C. For such other findings and orders as the Commission may deem proper or advisable in the premises.

DATED this <u>29</u> day of May, 2014.

Respectfully submitted,

KERR-MCGEE OIL & GAS ONSHORE LP

Robert A. Willis (Colorado Bar No. 26038)

Jillian Fulcher (Colorado Bar No. 45010)

Beatty & Wozniak, P.C. Attorneys for Applicant

216 16th Street, Suite 1100

Denver, Colorado 80202

(303) 407-4499

rwillis@bwenergylaw.com jfulcher@bwenergylaw.com

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

VERIFICATION

STATE OF COLORADO	.)
CITY & COUNTY OF DENVER) ss.)
R.C. Kimball, Staff Landman fo	

R.C. Kimball, Staff Landman for Kerr-McGee Oil & Gas Onshore LP, 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.

KERR-MCGEE OIL & GAS ONSHORE LP

R.C. Kimball

Subscribed and sworn to before me this <u>JT</u> day of May, 2014, by R.C. Kimball, Staff Landman for Kerr-McGee Oil & Gas Onshore LP.

Witness my hand and official seal.

My commission expires: ____________

Notary Public

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

IN THE MATTER OF AN APPLICATI MCGEE OIL & GAS ONSHORE LP FOR POOLING ALL INTERESTS IN AN AIX 240.793-ACRE DESIGNATED HORIZE WELLBORE SPACING UNIT LOCATE 13, 24 AND 25, TOWNSHIP 3 NORTH WEST, 6 TH P.M., FOR THE DEVELOP OPERATION OF THE NIOBRARA FOR WATTENBERG FIELD, WELD COUNTER	OR AN ORDER PPROXIMATE ONTAL ED IN SECTIONS T, RANGE 66 MENT/ ORMATION,))))))))	CAUSE NO DOCKET NO. To be assigned
AFFII	DAVIT OF MAILIN	G	
STATE OF COLORADO)		
CITY AND COUNTY OF DENVER)ss.)		
Jennifer Pittenger, of lawful age declares:	e, and being first du	ıly s	worn upon her oath, states and
That she is a Legal Assistant at E Gas Onshore LP, and on or before June be deposited in the United States Mail, p B to the Application.	5 th , 2014, caused a	cop	y of the attached Application to
	Jennifer Lance	ul Pitte	enger Hence?
Subscribed and sworn to before n	ne this 3° day of	May	y, 2014.
Witness my hand and official sea	1.		
TERESA L. PETERSON	1		

TERESA L. PETERSON
NOTARY PUBLIC
STATE OF COLORADO
NOTARY ID 19894002026
MY COMMISSION EXPIRES OCT.4, 2017

Notary Public

Application Map **Exhibit A** T3N, R65W T3N, R65W & T3N, R66W Weld County T3N, IR66W Application lands -

EXHIBIT B

INTERESTED PARTIES

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) according to the information and belief of the Applicant are set forth in this Exhibit B.

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

Tenison Oil Trust 1925 Hospital Place Abilene, TX 79606

MadAnt Energy, LLC 2600 S. Yosemite, Suite 320 Denver, CO 80237

Foster Dennis 600 Haverkamp Drive Glendale, CA 91206

The Esperanza Corporation 475 17th St., Suite 980 Denver, CO 80202

Gary J. Carr, remainderman 1012 Pamona West The Dalles, OR 97058

Ricky J. Carr, remainderman PO Box 563 Hermiston, OR 97838

Henry A. Terry 1155 South Dusty Lane Prineville, OR 97754

Williard H. Terry 650 Mill Street #3 Springfield, OR 97477-3834

John C. Wallace 4153 Country Club Drive Long Beach, CA 90807 Jillian Fulcher Beatty & Wozniak, P.C. 216 16th Street, Suite 1100 Denver, CO 80202

Christopher Edwards PO Box 21270 Oklahoma City, OK 76156-1270

Robert C. Newman Oil, LLC 950 Woodland Pass SE Smyrna, GA 30082-4118

Clyde L. Raisley and Cornelia E. Raisley 605 40th Avenue Greeley, CO 80634

Jeraldine L. Shook, life estate 4711 S W Coast Highway Waldport, OR 97394

Marc J. Carr, remainderman 1012 Pamona West The Dalles, OR 97058

Russell C. Terry 1860 SE Highland Road Princeville, OR 97754

Lawrence E. Terry Jr. 706 J Street Springfield, OR 97477

Thomas C. Wallace 14 Parkway Drive Englewood, CO 80113-4222

Grayrock Minerals, LLC 5950 Cedar Springs Rd, Suite 200 Dallas, TX 75235 George W. Clay IV and Dana D. Clay 1505 P B Lane Wichita Falls, TX 76302

Old West Tours 110 E. Center St, PMB 1989 Madison, SD 57042-2908

Alma L. Tisher and Kelly B. Tisher PO Box 533 Littleton, CO 80160

Anadarko E&P Onshore, LLC 1099 18th Street, Suite 1800 Denver, CO 80202 Louis A. Oswald III, Trustee of the Oswald Family Trust dated April 27, 1988 1557 Ogden, Suite 300 Denver, CO 80218

Jonathan S. Roderick, Trustee of the Jonathan S. Roderick Living Trust dated February 8, 2007 PO Box 7961 Boulder, CO 80306-7961

Pumpkin Buttes LLC PO Box 1989 Casper, WY 82602