## 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 TWO APPROXIMATE	)	
480.711-ACRE DESIGNATED HORIZONTAL	)	DOCKET NO. To be assigned
WELLBORE SPACING UNITS LOCATED IN SECTIONS	)	
25 AND 26, TOWNSHIP 3 NORTH, RANGE 68 WEST,		
6 <sup>TH</sup> P.M. AND SECTION 30, TOWNSHIP 3 NORTH,		
RANGE 67 WEST, 6 <sup>TH</sup> P.M., FOR THE	)	
DEVELOPMENT/OPERATION OF THE CODELL AND	)	
NIOBRARA FORMATIONS, 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 two approximate 480.711-acre horizontal wellbore spacing units established for portions of Sections 25 and 26, Township 3 North, Range 68 West, 6<sup>th</sup> P.M. and Section 30, Township 3 North, Range 67 West, 6<sup>th</sup> P.M., for development and operation of the Codell and Niobrara Formations, as applicable. 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 68 West, 6th P.M.

Section 25:

 $N^{1/2}$ 

Section 26:

E1/2NE1/4

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

Section 30:

W<sup>1</sup>/<sub>2</sub>NW<sup>1</sup>/<sub>4</sub>

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 480.711-acre horizontal wellbore spacing unit, comprised of the Application Lands, for the Barefoot 31C-25HZ well (API No. 05-123-39191) for the production of oil, gas and associated hydrocarbons from the Codell 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. Pursuant to Rule 318A., Applicant also designated an approximate 480.711-acre horizontal wellbore spacing unit, comprised of the Application Lands, for the Barefoot 30N-25HZ well (API No. 05-123-39231) 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.
- 6. The Barefoot 31C-25HZ well and the Barefoot 30N-25HZ well are hereinafter referred to as the "Subject Wells."
- 7. 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 two approximate 480.711-acre horizontal wellbore spacing units established for the Application Lands for the development and operation of the Codell and Niobrara Formations.
- 8. Applicant requests that the pooling order entered as a result of this Application be made effective as of the date of this Application.
- 9. 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 Subject Wells, are made subject to the cost recovery provisions of §34-60-116(7), C.R.S.
- 10. 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.
- 11. 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.
- 12. 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 <a href="Exhibit B">Exhibit B</a> 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 two approximate 480.711-acre horizontal wellbore spacing units established for the Application Lands for the development and operation of the Codell and Niobrara Formations, 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 Subject Wells, 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 29 day of May, 2014.

Respectfully submitted,

KERR-MCGEE OIL & GAS ONSHORE LP

By:

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 18<sup>th</sup> Street, Suite 1800
Denver, Colorado 80202

### **VERIFICATION**

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

Jim Grant, 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

Jim Grant

Subscribed and sworn to before me this 29th day of May, 2014, by Jim Grant, Staff Landman for Kerr-McGee Oil & Gas Onshore LP.

Witness my hand and official seal.

My commission expires:

Notary Public

Exhibit A T3N, R67W & T3N, R68W Weld County Application lands -

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Application Map	17	· · · · · · · · · · · · · · · · · · ·	20		29		31	
A		T3N, R67W						
	18	T3N,	19		30		30	
				6				
	13	~	24		25		36	
		T3N, R68M		,				
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#### **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

JILL FULCHER BEATTY & WOZNIAK, P.C. 216 16TH STREET, SUITE 1100 DENVER, CO 80202

CARMA BAYSHORE LLC 188 INVERNESS DR W, SUITE 150 ENGLEWOOD, CO 80112

WAGNER FAMILY FARM, LLP 13600 WELD COUNTY ROAD 11 LONGMONT, CO 80504

BERNICE L. BONDE 2018 RIDGEVIEW DRIVE LONGMONT, CO 80504

JUNE A. DOLAN 2800 DESERT ZINNIA LANE LAS VEGAS, NV 89135

DAVID R. HEIL 13977 COUNTY ROAD 5 LONGMONT, CO 80504

MICHAEL H. WAGNER 3499 PARK RIDGE RD MAHTOWA, MN 55707

JOYCE LYNN WAGNER-KNIGHT 12811 SW 35<sup>TH</sup> ST TOPEKA, KS 66614

TIMOTHY S. HEIL PO BOX 173 LA BARGE, WY 83123

JAMIE MARIE HEIL 2248 10<sup>TH</sup> AVENUE LONGMONT, CO 80501 TIMOTHY S. HEIL, TRUSTEE OF THE TRUST FOR TONI RANAE HEIL, CREATED BY THE LAST WILL AND TESTAMENT OF DOROTHY A. HEIL DATED APRIL 20, 2004 13496 N. WARFIELD CIRCLE MARANA, AZ 85658

TIMOTHY S. HEIL, TRUSTEE OF THE TRUST FOR ASHLEY MARIE HEIL, CREATED BY THE LAST WILL AND TESTAMENT OF DOROTHY A. HEIL DATED APRIL 20, 2004 PO BOX 173 LA BARGE, WY 83123

CHRISTOPHER J. WAGNER 13600 WELD COUNTY ROAD 11 LONGMONT, CO 80504

DOUTHIT MINERALS, LLC 4886 STATE HWY 66 LONGMONT, CO 80504

THE GLEN S. DOUTHIT IRREVOCABLE MARITAL TRUST 4886 HIGHWAY 66 LONGMONT, CO 80504

PEPPLER FARMS LLC 4493 WELD COUNTY ROAD 36 PLATTEVILLE, CO 80651

ANN MARIE MUHME 6315 NATURITA TRAIL COLORADO SPRINGS, CO 80922

JARROD ALLEN MUHME 4234 CHARLESTON DR COLORADO SPRINGS, CO 80916

GREGORY C. SEYMOUR & JUDITH ANN SEYMOUR 13654 WELD COUNTY ROAD 13 LONGMONT, CO 80504

COLORADO DEPARTMENT OF TRANSPORTATION 15285 SOUTH GOLDEN ROAD, BLDG 47 GOLDEN, CO 80401

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IN THE MATTER OF AN APPLICATION BY KERR- ) MCGEE OIL & GAS ONSHORE LP FOR AN ORDER ) CAUSE NO  POOLING ALL INTERESTS IN TWO APPROXIMATE ) 480.711-ACRE DESIGNATED HORIZONTAL ) DOCKET NO. To be assigned WELLBORE SPACING UNITS LOCATED IN SECTIONS ) 25 AND 26, TOWNSHIP 3 NORTH, RANGE 68 WEST, ) 6 <sup>TH</sup> P.M. AND SECTION 30, TOWNSHIP 3 NORTH, ) RANGE 67 WEST, 6 <sup>TH</sup> P.M., FOR THE )					
DEVELOPMENT/OPERATION OF THE CODELL AND ) NIOBRARA FORMATIONS, WATTENBERG FIELD, )					
WELD COUNTY, COLORADO )					
AFFIDAVIT OF MAILING					
STATE OF COLORADO )					
)ss. CITY AND COUNTY OF DENVER )					
Jennifer 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 June 5 <sup>th</sup> , 2014, caused a copy of the attached Application to be deposited in the United States Mail, postage prepaid, addressed to the parties listed on Exhibit B to the Application.					
Jennifer Pittenger					
Subscribed and sworn to before me this day of May, 2014.					
Witness my hand and official seal.					

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

Notary Public