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

IN THE MATTER OF THE APPLICATION OF	)	
BAYSWATER EXPLORATION & PRODUCTION,	)	Cause No
LLC FOR AN ORDER POOLING ALL	)	<del> </del>
INTERESTS IN THE NIOBRARA FORMATION	)	Docket No. 1503XXXXX
IN A 640-ACRE WELLBORE SPACING UNIT	)	
LOCATED IN SECTIONS 28 AND 33,	)	Type: POOLING
TOWNSHIP 7 NORTH, RANGE 64 WEST, 6TH	)	
P.M., WATTENBERG FIELD, WELD COUNTY,	)	
COLORADO.	)	

#### **APPLICATION**

Bayswater Exploration & Production, LLC ("Bayswater" or "Applicant"), Operator No. 10261, by and through its attorneys, Welborn Sullivan Meck & Tooley, P.C., respectfully submits this Application to the Oil and Gas Conservation Commission of the State of Colorado ("Commission" or "COGCC") for an order pooling all interests in an approximate 640-acre wellbore spacing unit for the E½ of Section 28 and the E½ of Section 33, Township 7 North, Range 64 West, 6th P.M., Weld County, Colorado for the development and production from the Niobrara Formation. In support thereof, the Applicant states as follows:

- 1. Applicant is a limited liability company duly authorized to conduct business in the State of Colorado.
- 2. Applicant owns a leasehold interest in the following lands ("Application Lands"):

Township 7 North, Range 64 West, 6th P.M.

Section 28: E½ Section 33: E½

Weld County, Colorado.

A reference map of the Application Lands is attached hereto.

1. Rule 318A.a.(4)D. provides, in relevant part, that where a drilling and spacing unit does not exist for a horizontal well, the horizontal wellbore spacing unit shall be comprised of the governmental quarter-quarter sections in which the wellbore lateral penetrates the productive formation as well as any governmental quarter-quarter sections that are located less than four hundred sixty (460) feet from the portion of the wellbore lateral that penetrates the productive zone regardless of section or quarter section lines. Rule 318A.a.(4)D. further provides that a horizontal

wellbore spacing unit may overlap portions of another horizontal wellbore spacing unit or other wellbore spacing unit designated in accordance with subsection a.(4)C.

- 2. Applicant drilled the Mojack M-28HN well (API# 05-123-39833), spud on or about October 25, 2014. The above-described horizontal well is designed to test and produce gas and associated hydrocarbons from the Niobrara Formation underlying the Application Lands.
- 3. Pursuant to the relevant provisions of Section 34-60-116(6) & (7), C.R.S., and COGCC Rule 530, Applicant seeks an order pooling all interests in the Application Lands for the development and operation of the Niobrara Formation.
- 4. Applicant certifies that, at least 35 days prior to the date of the scheduled protest deadline for this Application, each owner which Applicant was able to locate, not already leased or voluntarily pooled, will be provided with the well proposal and information required by Rule 530 and tendered a reasonable offer to lease (if an unleased mineral owner), or participate and bear costs associated with the drilling and completion of the Mojack M-28HN well.
- 5. Applicant requests that a pooling order be entered as a result of this Application and that it be made effective as of the earlier of the date of this Application, or the date costs specified in Section 34-60-116(7)(b)(II), C.R.S., are first incurred for the drilling of the Mojack M-28HN well.
- 6. The granting of this Application would be in accord with the Oil and Gas Conservation Act, found at Section 34-60-101, *et seq.*, C.R.S., and Commission rules.
- 7. The names and addresses of the interested parties (persons who own an interest in the mineral estate of the tracts to be pooled, except owners of overriding royalty interest) are attached hereto and marked Exhibit A. Applicant certifies that copies of this Application will be served on all locatable interested parties within seven (7) days of the date hereof, as required by Commission Rule 507.b(2), and that at least thirty-five (35) days prior to the date of the scheduled protest deadline for this Application, each such owner not already leased or voluntarily pooled will be offered the opportunity to lease, or to participate in the drilling of the respective wells, and will be provided with the information required by Rule 530.

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 Application Lands for the development and operation of the Niobrara Formation.
- B. Providing that the pooling order is made effective as of the date of this Application, or the date that the costs specified in Section 34-60-116(7)(b)(II), C.R.S., are first incurred for the drilling of the Mojack M-28HN well on the Application Lands, whichever is earlier.
- 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 authorized well, are

pooled by operation of statute, pursuant to Section 34-60-116(7), C.R.S., and made subject to the cost recovery provisions thereof.

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

Dated this 27 day of December, 2014

Respectfully submitted,

WELBORN SULLIVAN MECK & TOOLEY, P.C.

By:

Joseph C. Pierzchala Chelsey J. Russell

Welborn Sullivan Meck & Tooley, P.C.

Attorneys for Applicant

1125 - 17th Street, Suite 2200

Denver, CO 80202

303-830-2500

jpierzchala@wsmtlaw.com

crussell@wsmtlaw.com

### Applicant's Address:

730 Seventeenth Street, Suite 610 Denver, CO 80202

Attn: Blake Leavitt, DJ Basin Landman

Phone: 303-893-2503

### **VERIFICATION**

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

Blake Leavitt, DJ Basin Landman with Bayswater Exploration & Production, LLC, 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.

BAYSWATER EXPLORATION & PRODUCTION, LLC

Blake Leavitt, DJ Basin Landman

Subscribed and sworn to before me this  $\underline{19}$  day of December, 2014 by Blake Leavitt, DJ Basin Landman for Bayswater Exploration & Production, LLC.

Witness my hand and official seal.

REEVES TOUR

Notary Public
My Commission Expires:

#### Exhibit A

### E½ SECTION 28-T7N-R64W and E½ SECTION 33-T7N-R64W

#### **MOJACK M-28HN WELL**

#### 639.90 ACRES, MORE OR LESS

NE/4 SECTION 28

UNLEASED MINERAL OWNERS:	LOCATION OF TRACT

OMB Royalties II, LLC 410 17<sup>th</sup> Street, Suite 1150 Denver, CO 80202

BOB MCDONALD NE/4 SECTION 28 90360 Shadows Drive Springfield, Oregon 97478

RICK MCDONALD NE/4 SECTION 28 90360 Shadows Drive

NOLA KARI
90360 Shadows Drive
NE/4 SECTION 28

#### **LEASED MINERAL OWNERS:**

Springfield, Oregon 97478

Springfield, Oregon 97478

Weld County, Colorado Wallace Roy MacKenzie P.O. Box 758 20188 Klyne Street Greeley, CO 80631 Corona, CA 92881

Anadarko E&P Onshore LLC

1099 18<sup>th</sup> Street

Denver, CO 80202

Linda Pfannenstiel

13931 East Marina Drive, Unit 602

Aurora, CO 80014

Donna MacKenzie Williams

Fountainhead Blvd #C

Grand Junction, CO 81505

La Verle Londen

5608 West Yucca Street

Glendale, AZ 85304

Beverly A. Schell and Donald J. Schell

2505 17<sup>th</sup> Ave.

Greeley, CO 80631

John Foster
16 Grassmere
Horley, UK RH6 9UG

Lois Steiner James Foster
5107 Shady Dell Trail 5925 Taylor Draper Cove
Knoxville, TN 37914 Austin, TX 78759

Jennifer Foster 7501 Creston Lane Austin, TX 78752

Cary A. Kincade 525 Jefferson St. Pueblo, CO 81004

Charles Dewey Warren 2405 Baystone Court Colorado Springs, CO 80921

Robbie Mae Warren 2319 West 18<sup>th</sup> Street Greeley, CO 80634

Bessie M. Dewey 1326 Country Club Road Fort Collins, CO 80524

Fred James Warren 4271 King Street Denver, CO 80211

Laura Lee (Carney) Elliott 619 South Patterson Ave. Springfield, MO 65802

James Dean Carney 9242 Grey Cliff Drive Germantown, TN 38139

Michael E. Potter 5705 Westbound 40 Highway Blue Springs, MO 64015

Martha Brown Crouch 115 Northview Placwe Windsor, MO 65360

Raymond G. Dewey, Jr. 1011 Cottonwood Place NW Albuquerque, NM 87107 David E. Dewey P.O. Box 126 Kersey, CO 80644

Mojack Interests, LLLP Monte C. Faulk 38375 CR 55 Eaton, CO 80615

Richard Hime 5 Briargate Place Pueblo, CO 81001

Linda A. Mitchell 719 Paseo Dorado Pueblo West, CO 81007

Helen L. Cook 2124 Kechter Road Fort Collins, CO 80528

Leland L. McDonald 431 Topeka Avenue Leavenworth, KS 66048

Mary Gayle McDonald 2228 Dunbar Court Longmont, CO 80501

Terry J. McDonald 83100 Bradford Road Creswell. OR 97426

Lori McDonald Petersen 2920 45<sup>th</sup> Avenue Greeley, CO 80634

Randy McDonald 3102 17<sup>th</sup> Avenue #3 Greeley, CO 80631

Ted McDonald 851 W. Mulberry Street Louisville, CO 80027 Darene (Maloit) Wisecup 3634 Coffee Lane Santa Rosa, CA 95403

Paula J. Mitchell 325 Brentwood Pueblo, CO 81008

Bert L. Dewey 230 Cheyenne Eaton, CO 80615

Tim McDonald 4554 Ivy Street Springfield, OR 97478

Vicky Mangan 5286 S. Jamaica Way Englewood, CO 80111 JLW Investment, LLC 351 Glencoe Street Denver, CO 80220

NG Resources, LLC 9896 Clairton Way Highlands Ranch, CO 80126

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

Ronald Rich, Kevin Rich and Amy Rich 28050 CR 53 Eaton, CO 80615

Nancy Kern P.O. Box 496 Gilcrest, CO 80623

#### **WORKING INTEREST OWNERS:**

Bayswater Blenheim Holdings, LLC Bayswater Exploration & Production, LLC Bayswater Blenheim Holdings II, LLC 730 17<sup>th</sup> Street Street, Suite 610 Denver, CO 80202

Noble Energy, Inc. 1625 Broadway Denver, CO 80202

Lincoln Energy LLC P.O. Box 6975 Denver, CO 80206

WYOTEX Oil Company Box 280969 Lakewood, CO 80228-0969 Dios Del Mar Petroleum, LLC P.O. Box 621128 Littleton, CO 80162

Malu Lani Oil & Gas Company, Inc. P.O. Box 621128 Littleton, CO 80162

Green Oil Energy, LLC 245 East 54<sup>th</sup> Street, Suite 5M New York, NY 10022

Aluma Energy, LLC 245 East 54<sup>th</sup> Street, Suite 5M New York, NY 10022

Shoreline Energy Holdings II, Inc. 500, 500 – 4<sup>th</sup> Avenue S.W. Calgary, Alberta Canada T2P 2V6

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P.M., WATTENBERG FIELD, WELD COUNTY,	)	1997
COLORADO.	)	
A F E I D A VIT OF I	OMI IIAN	

#### **AFFIDAVIT OF MAILING**

STATE OF COLORADO §

CITY AND COUNTY OF DENVER §

I, Joseph C. Pierzchala, of lawful age, and being first duly sworn upon my oath, state and declare:

That I am the attorney for Bayswater Exploration & Production, LLC and that on or before December 29, 2014, I 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.

Joseph C/Pierzchala

Subscribed and sworn to before me December 2014.

Witness my hand and official seal.

JOAN E. HOOVER
NOTARY PUBLIC
STATE OF COLORADO
NOTARY ID 19944011557
MY COMMISSION EXPIRES AUGUST 17, 2018

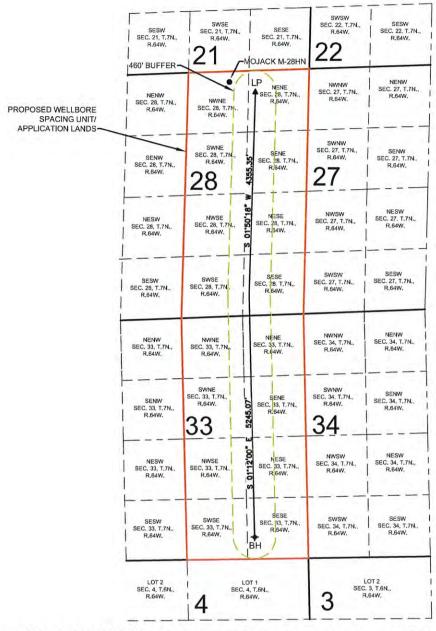
Notary Public

My commission expires:

8/17/2018

## PROPOSED SPACING UNIT/APPLICATION LANDS

SECTION 28, TOWNSHIP 7 NORTH, RANGE 64 WEST, 6TH P.M.



WELL MOJACK M-28HN TO BE LOCATED 230' FNL AND 1734' FEL, SEC. 28, T7N, R64W

= PROPOSED WELL

LP = LANDING POINT

BH = BOTTOM HOLE

LANDING POINT LOCATION

LATITUDE= 40.550683° LONGITUDE= 104.551433°

SURFACE LOCATION GROUND ELEVATION= 4900'

NAD83

NAD83

LATITUDE= 40.550075° LONGITUDE= 104.549406°

**BOTTOM HOLE LOCATION** 

LATITUDE= 40.523735° LONGITUDE= 104.549884°









FIFID DATE SURFACE LOCATION 02-05-14 NW 1/4 NE 1/4, DRAWING DATE 12-09-14 SEC. 28, T7N, R64W, 6TH P.M. MDCA WELD COUNTY, COLORADO

