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

IN THE MATTER OF THE APPLICATION OF CONOCOPHILLIPS COMPANY FOR AN ORDER TO VACATE PORTIONS OF ORDER NO. 535-97, TO EXTEND PORTIONS OF ORDER NO. 535-100 AND TO ESTABLISH AN APPROXIMATE 1280-ACRE DRILLING AND SPACING UNIT WITH WELL LOCATION RULES FOR THE NIOBRARA FORMATION IN SECTIONS 25 AND 26, TOWNSHIP 4 SOUTH, RANGE 65 WEST, 6TH P.M., AN UNNAMED FIELD, ARAPAHOE COUNTY, COLORADO

Cause No.

Docket No.

APPLICATION

ConocoPhillips Company (Operator No. 19160) ("Applicant"), by and through its attorneys, Jost & Shelton Energy Group, P.C., respectfully submits this Application to the Oil and Gas Conservation Commission of the State of Colorado (the "Commission") for an order 1) Vacate Order No. 535-97 as it applies to Section 26 of the Application Lands, as defined below; 2) to extend Order No. 535-100 to also apply to Section 26 of the Application Lands, as defined below; and 3) to establish an approximate 1280-acre drilling and spacing unit and authorize up to two (2) horizontal wells in order to efficiently and economically recover the oil, gas and associated hydrocarbons within said 1280-acre drilling and spacing unit from the Niobrara Formation underlying the below-described lands. In support of its Application, Applicant states and alleges as follows:

- 1. Applicant is a Delaware corporation duly organized and authorized to conduct business in the State of Colorado.
- 2. Applicant owns leasehold interests or holds the right to operate on the following lands (hereafter "Application Lands"):

Township 4 South, Range 65 West, 6th P.M.

Section 25: All Section 26: All

1,280-acres, more or less, Arapahoe County, Colorado.

A reference map of the Application Lands is attached hereto.

3. Rule 318.a. of the Rules and Regulations of the Oil and Gas Conservation Commission requires that, on unspaced lands, wells drilled in excess of 2,500 feet in depth be located not less than 600 feet from any lease line, and located not less than 1,200 feet from any other producible or drilling oil or gas well when drilling

to the same common source of supply. Section 25 of the Application Lands is subject to Rule 318.a. for the Niobrara formation.

- 4. On November 29, 2011 the Commission entered Order No. 535-97, which among other things, established twenty five (25) approximate 640-acre drilling and spacing units, including Section 26, Township 4 South, Range 65 West, 6th P.M., and other lands, for production of oil, gas and associated hydrocarbons from the Niobrara Formation, and the drilling of up to two (2) horizontal wells within each unit, with surface locations being located anywhere within the unit or surrounding lands, but the lateral of such well may not enter the Niobrara Formation any closer than 300 feet from the section line, with the treated interval of the permitted wellbore to be located no closer than 460 feet from the boundary of the unit and no closer than 920 feet from the treated interval of any other well in the unit producing from the Niobrara, without exception being granted by the Director. Applicant requests that Order No. 535-97 be vacated as to Section 26 of the Application Lands.
- 5. On December 16, 2011, the Commission entered Order No. 535-100, which among other things, approved the request for an order to provide that the surface location for each horizontal well drilled within Section 25, Township 4 South, Range 65 West, 6th P.M., and other lands, may be located anywhere within the section or on adjoining lands with appropriate surface owner approval; the lateral of a given horizontal well may enter the Niobrara Formation no closer than 300 feet from the section line; the treated interval within the Niobrara Formation may be located not closer than 460 feet from the section line; and the distance between the treated interval of Niobrara wells shall not be less than 920 feet for the production of oil, gas and associated hydrocarbons from the Niobrara Formation. Applicant requests that Order No. 535-100 be extended as to Section 26 of the Application Lands.
- 6. The records of the Commission reflect that no wells have been drilled, are currently producing or previously produced in the Application Lands.
- 7. To promote efficient drainage within the Niobrara Formation of the Application Lands, to protect correlative rights and to avoid waste, the Commission should establish an approximate 1280-acre drilling and spacing unit for Sections 25 and 26, Township 4 South, Range 65 West, 6th P.M. for the production of oil, gas and associated hydrocarbons from the Niobrara Formation.
- 8. That the above-proposed drilling and spacing unit will allow efficient drainage of the Niobrara Formation; will prevent waste; will not adversely affect correlative rights and will assure the greatest ultimate recovery of gas and associated hydrocarbon substances from the reservoirs. The unit of the size and shape specified above is not smaller than the maximum area that can be economically and efficiently drained by the proposed wells in the unit.
- 9. That the Applicant is requesting to drill and complete up to two (2) horizontal wells within the unit in order to efficiently and economically recover the oil,

gas and associated hydrocarbons from the Niobrara Formation within the approximate 1280-acre drilling and spacing unit composed of Sections 25 and 26, Township 4 South, Range 65 West, 6th P.M., and that there will be no adverse effect on correlative rights of adjacent owners.

- 10. The Applicant maintains that there will be no more than eight (8) well pads in the unit, unless an exception is granted by the Director.
- 11. The treated interval of each proposed horizontal well shall be no closer than 460 feet from the boundaries of the unit (regardless of the lease lines within the unit) and all horizontal wells shall be no closer than 960 feet from the treated interval of another well producing from the same source of supply within the unit, unless an exception is granted by the Director.
- 12. The undersigned certifies that copies of this Application will be served on each interested party within seven (7) days of the filing hereof, as required by Rule 503.e.

WHEREFORE, Applicant respectfully 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 this Commission enter its order:

- A. Vacating Order No. 535-97 only as to Section 26 of the Application Lands.
- B. Extending Order No. 535-100 only as to Section 26 of the Application Lands.
- C. Establishing an approximate 1280-acre drilling and spacing unit for Sections 25 and 26, Township 4 South, Range 65 West, 6th P.M. and allowing up to two (2) horizontal wells in the unit in order to efficiently and economically develop and recover the oil, gas and associated hydrocarbons from of the Niobrara Formation in the unit.
- D. Providing that the treated interval any horizontal well shall be no closer than 460 feet from the boundaries of the unit and not less than 960 feet from the treated interval of another well within the unit, and authorizing up to eight (8) well pads in the unit, unless an exception is granted by the Director.
- E. Finding that an approximate 1280-acre drilling and spacing unit for the development of the Niobrara Formation on the Application Lands will prevent waste, protect correlative rights, and maximize the efficient and economic production of the Niobrara Formation in Sections 25 and 26, Township 4 South, Range 65 West, 6th P.M.
- F. 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 2015, 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 12, 2015.

Respectfully submitted:

ConocoPhillips Company

By:

Jamie L. Jost Joseph M. Evers

Jost & Shelton Energy Group, P.C.

Attorneys for Applicant 1675 Larimer St., Suite 420 Denver, Colorado 80202

(720) 379-1812

Applicant's Address: ConocoPhillips Company 600 N. Dairy Ashford Road Houston, TX 77079-1069

VERIFICATION

STATE OF TEXAS)
) ss.
COUNTY OF HARRIS)

Jace McKenzie, Associate Landman with ConocoPhillips Company, 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.

CONOCOPHILLIPS COMPANY

Jace McKenzie Associate Landman

Subscribed and sworn to before me this 12 day of February, 2015, by Jace McKenzie, Associate Landman for ConocoPhillips Company.

Witness my hand and official seal.

My commission expires:

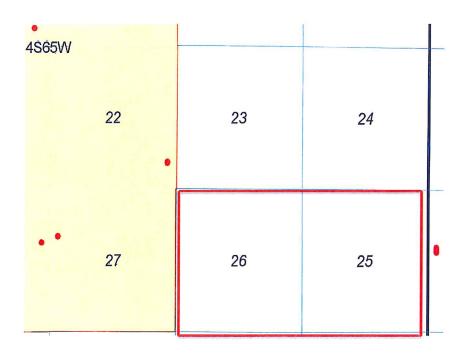
06-11,2015

Notary Public

MATT HERRING
NG. 3'V Public, State of Texas
V. Commission Expires
Suplember 19, 2015

Reference Map ConocoPhillips Company

Sections 25 and 26, Township 4 South, Range 65 West, 6th P.M.



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

IN THE MATTER OF THE AIR CONOCOPHILLIPS COMPA ORDER TO VACATE PORTIONO. 535-97, TO EXTEND ORDER NO. 535-100 AND TO APPROXIMATE 1280-ACRE SPACING UNIT WITH WE RULES FOR THE NIOBRARA SECTIONS 25 AND 26, TOWN RANGE 65 WEST, 6TH P.M., FIELD, ARAPAHOE COUNTY,	NY FOR AN ONS OF ORDER PORTIONS OF ORDER PORTIONS OF ORDER PORTIONS OF ORDER PORTION O) CAUSE NO) DOCKET I))))	O. NO. 150400227
A	FFIDAVIT OF MAI	LING	
STATE OF COLORADO)		
COUNTY OF DENVER) ss.)		
Jamie L. Jost, of lawful ag declares:	ge, and being first c	duly sworn upon	her oath, states and
That she is the attorney for 19, 2015, she caused a copy of States Mail, postage prepaid, an ereto.	the attached Appli	ication to be dep	posited in the United
	Jamie L. Jo	Mul.	TA .
Subscribed and sworn to l	before me this 9	/∖ day of Febru	ary 2015.
Witness my hand and office	cial seal.		
My commission expires:	June	24, 2018	
RACHEL FLEMING NOTARY PUBLIC STATE OF COLORADO NOTARY ID 20144025048 VY COMMISSION EXPIRES JUNE 24, 20		Padul	Motory Public

Exhibit A Interested Parties Sec. 25 & 26 T4S-R65W

Anadarko Land Corp. Attn:Manager/LandAdministration P.O. Box 173779 Denver, CO 80217

Burlington Resources Oil & Gas Company LP 600 N. Dairy Ashford Houston, TX 77079

Cottonwood Creek Investors LLC 4915 S. Gaylord Street Englewood, CO 80113

Henry Grimm, Jr. 647 Laredo Street Aurora, CO 80011

Jenny L. Bell PO Box 5256 Vail, CO 81658

Tabatha Ann Bailey 5625 N Bronco Lane Prescott Valley, AZ 86314

John W. Segelke 5570 E Bates Ave Denver, CO 80222

Grant C. Segelke 35365 County Road GG Merino, CO 80741

Karen J. Segelke aka Karen S. Hummel 4153 S Eudora Street Englewood, CO 80113

Billy G. Michel and Imogene Michel, Co-Trustees of the Michel Living Trust 40200 E Alameda Ave Bennett, CO 80102 Robert C. Roeder 59 N Watkins Rd Watkins, CO 80137

Joseph E. Delaney and Lavera M. Delaney 29801 E Yale Ave Watkins, CO 80137

City of Aurora 15151 E Alameda Parkway Aurora, CO 80012

Wesley A. Segelke 1720 S Bellaire St., Suite 300 Denver, CO 80222

ConocoPhillips Company 600 N. Dairy Ashford Houston, TX 77079

State of Colorado Board of Land Commissioners 1313 Sherman Street Denver, Colorado 80203

UnitedStatesofAmerica ColoradoStateOffice Bureau of Land Management 2850 Youngfield Street Lakewood, Colorado 80215

Watkins Road Associates II, LLLP 7400 East Crestline Circle, Suite 150 Greenwood Village, CO 80111

Michael I. Bernstone and Ruth C. Bernstone 68-3840 Lua Kula St #E204 Waikoloa, HI 96738

Traudel Hagen 2091 S Interlocken Dr Evergreen, CO 80439 Willard G. Owens 3525 Diane Place Greeley, CO 80634

Freeman Investments 3415 S Clayton Blvd Englewood, CO 80113

Gene F. Lang and Barbara A. Lang PO Box 850 Parker, CO 80138

Joint School District No. 28-J of the Counties of Adams and Arapahoe, a Colorado quasi-municipal corporation 15701 E 1st Ave, Suite 206 Aurora, CO 80011

South Watkins Farms, Ltd, a dissolved limited partnership Address Unknown

R.L.Steenrod,asPersonal Representative of the Estate of Albert F. Grimm 2009 Market St. Denver, CO 80205

Lazy K S Ranch, LLC 3500 E Alameda Ave Watkins, CO 80137

Lazy K S Ranch, LLC 30075 E Jewell Ave, #A Watkins, CO 80137

Ronald F. Grimm 30075 E Jewell Ave, #B Watkins, CO 80137

Ronald F. Grimm 4702 S Tower Rd Santa Fe, TX 77517

Patricia Rowe 30075 E Jewell Ave, #A Watkins, CO 80137 Rhonda Sass 3035 South Manila Road Watkins, CO 80137

Tina Grimm 18612 East Water Drive, #D Aurora, CO 80013

Eric Crouse 3013 Zion St Aurora, CO 80011

Kimberly Barber aka Kimberly Aguilar 26900 E Colfax Ave, Lot 133 Aurora, CO 80018

David McClees 12201 Champion Dr SW Olympia, WA 98512

Cheri Olson 2521 Port Street Evans, CO 80620

Crystal Archer 16814 E Wyoming Circle, Apt 108 Aurora, CO 80017

Lacy Adamson 19630 East Loyola Circle Aurora, CO 80013

Elizabeth McClees 7374 Henderson Blvd. SE #10C Olympia, WA 98501

East Side Sunset, LLC 7400 East Crestline Circle Greenwood Village, CO 80111

Watston A. Bowes, Jr. 211 Huntington Dr Chapel Hill, NC 27514

Margaret Bowes 3350 E 4th Ave Durango, CO 81301 Barbara Chambliss 199 Clearwater Rd Carbondale, CO 81623

Ella Kate Dahlgren 4730 E Quail Creek Drive Tucson, AZ 85718

Buffalo Holdings, LC 110 30th Ave N, Suite 4 Nashville, TN 32703

WIASOM Energy, LLC 3902 N Crescent Ave Farmington, NM 87401

Sunflower Royalties, LLC 1720 S Bellaire St., Suite 1209 Denver, CO 80222

Magic M&R, LLC 1720 S Bellaire St., Suite 1209 Denver, CO 80222

Nexus Resources, LLC 1129 Pennsylvania Ave Denver, CO 80203

Blind Squirrel Partners, LLC 1129 Pennsylvania Ave Denver, CO 80203

Sarah B. Johnson, Trustee of the Barbara M. Bowes Exempt Marital Trust dated June 1, 1999 2020 S Monroe St #445 Denver, CO 80210

Ted Quigley Bowes 508 Yale Ave Claremont, CA 91711

Charles Lee Bowes 2417 Delmer St Oakland, CA 94602

Victoria Bowes-Mok 3865 Willowview Drive San Jose, CA 95118 Elizabeth Mae Bowes 32302 Alipaz St., Space 200 San Juan Capistrano, CA 92675

Kent Kuster Colorado Department of Public Health & Environment 4300 Cherry Creek Drive South Denver, CO 80246-1530

Tom Schreiner Energy Liaison Colorado Parks and Wildlife Northeast Regional Office 6060 Broadway Denver, CO 80216

Diane Kocis Arapahoe County Public Works and Development 6924 South Lima Street Centennial, CO 80112