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

IN THE MATTER OF THE APPLICATION OF EXTRACTION OIL & GAS LLC FOR AN ORDER TO POOL ALL INTERESTS IN AN APPROXIMATE 320-ACRE DESIGNATED HORIZONTAL WELLBORE SPACING UNIT, IN SECTION 32, TOWNSHIP 6 NORTH, RANGE 67 WEST, 6<sup>TH</sup> P.M. AND SECTION 5, TOWNSHIP 5 NORTH, RANGE 67 WEST, 6<sup>TH</sup> P.M., FOR THE NIOBRARA FORMATION, WATTENBERG FIELD, WELD COUNTY, COLORADO

CAUSE NO.

DOCKET NO.

#### **APPLICATION**

COMES NOW Extraction Oil & Gas LLC, Operator No. 10459, ("Extraction" or "Applicant"), by and through its attorneys, Beatty & Wozniak, 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 designated horizontal Wellbore Spacing Unit ("WSU") established for certain portions of Section 32, Township 6 North, Range 67 West, 6th P.M. and Section 5, Township 5 North, Range 67 West, 6th P.M., for the development and operation of the Niobrara Formation. In support of its Application, Applicant states and alleges as follows:

- 1. Applicant is a limited liability 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 substantial leasehold interests in the below-listed lands:

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

Section 32: S½ S½

Township 5 North, Range 67 West, 6th P.M.

Section 5: N½ N½

320 acres, more or less, 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, allows 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 the drilling of horizontal wells.

- 4. Pursuant to Rule 318A., Applicant designated an approximate 320-acre horizontal wellbore spacing unit, composed of the Application Lands, for the below-described 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.(5). Applicant did not receive objections to the establishment of the proposed horizontal wellbore spacing unit within the 30-day response period:
- a. Pavistma South #5 Well (API No. 05-123-34959) Niobrara Formation (hereinafter referred to as the "Subject Well").
- 5. Acting pursuant to the relevant provisions of §34-60-116(6) & (7), C.R.S., and Rule 530., Applicant seeks an order pooling all interests, including, but not limited to, any nonconsenting interests, in the WSU 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 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 Subject Well, are made subject to the cost recovery provisions of §34-60-116(7), C.R.S., effective as of the earlier of the date of the Application, or the date the costs specified in §34-60-116(7)(b), C.R.S. are first incurred for the drilling of the Subject Well.
- 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 WSU 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 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 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, effective as of the earlier of the date of the Application, or the date the costs specified in §34-60-116(7)(b), C.R.S. are first incurred for the drilling of the Subject Well.
- C. For such other findings and orders as the Commission may deem proper or advisable in the premises.

DATED this \_\_\_\_ day of March, 2015.

Respectfully submitted,

**EXTRACTION OIL & GAS LLC** 

Bv:

James Parrot

Jillian Fulcher

Beatty & Wozniak, P.C.

Attorneys for Applicant

216 16th Street, Suite 1100

Denver, Colorado 80202

(303) 407-4499

jparrot@bwenergylaw.com

jfulcher@bwenergylaw.com

Address of Applicant
Extraction Oil & Gas LLC
Destenie McMillen, Senior Landman
1888 Sherman Street, Suite 200
Denver, Colorado 80203

### **VERIFICATION**

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

Destenie McMillen, Senior Landman for Extraction Oil & Gas LLC, upon oath deposes and says that she has read the foregoing Application and that the statements contained therein are true to the best of her knowledge, information and belief.

EXTRACTION OIL & GAS LLO

Destenie McMillen

Subscribed and sworn to before me this \_\_\_\_\_\_\_ day of March, 2015, by Destenie McMillen, Senior Landman for Extraction Oil & Gas LLC.

Witness my hand and official seal.

My commission expires: 9-27-2017

Notary Public

JENNIFER PITTENGER
Notary Public
State of Colorado
Notary ID 20134062771

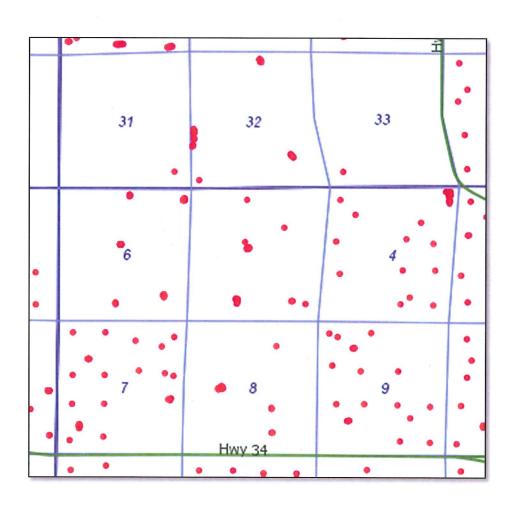
My Commission Expires Sep 27, 2017

**EXHIBIT A** 

## Reference Map for Pooling Application

Township 6 North, Range 67 West, 6th P.M. Section 32: S½ S½

Township 5 North, Range 67 West, 6th P.M. Section 5: N½ N½



#### **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.

Frye Farms Investments, LLC
1625 Pelican Lakes Point
Suite 201
Windsor, CO 80550

Dennis E. Kessler
7205 Weld County Road 62
Windsor, CO 80550

Thornton Farms Partnership
1507 Peterson
Ft. Collins, CO 80524

Great Western Bank
3711 John F. Kennedy Parkway
Fort Collins, CO 80525

SOCO Wattenberg Corporation
1625 Broadway, Suite 2000
Denver, CO 80202

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

Anadarko Land Corporation 1099 18th Street Suite 1800 Denver, CO 80202

Affirm Energy, LLC
P.O. Box 692
Niwot, CO 80544

Sequoia Resources 720 Petroleum Building Suite 110, 16th Street Denver, CO 80202 Tom Fullerton 1801 Broadway Suite 1201 Denver, CO 80202

Jeff Wiepking
1801 Broadway
Suite 1201
Denver, CO 80202

Wilbert R. Wiedman 1835 26th Street Greeley, CO 80631 John C. Dollarhide 1922 26th Street Greeley, CO 80631

Thomas R. Scheirman
2130 24th Street
Greeley, CO 80631

Nicholas D. Francis 1357 43rd Avenue, #63 Greeley, CO 80631 Edward A. Holloway 4218 W. 14th Street Road Greeley, CO 80631 Karen A. Holloway 4267 West 15th Street Lane Greeley, CO 80634 Patriot Energy, LLC 1625 Pelican Lakes Point Suite 201 Windsor, CO 80550 Windsor Royalty Company, LLC 1625 Pelican Lakes Point Suite 201 Windsor, CO 80550

Extraction Oil & Gas LLC Destenie McMillen, Senior Landman 1888 Sherman Street, Suite 200 Denver, CO 80203

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

IN THE MATTER OF THE APPLICATION OF EXTRACTION OIL & GAS LLC FOR AN ORDER TO POOL ALL INTERESTS IN AN APPROXIMATE 320-ACRE DESIGNATED HORIZONTAL WELLBORE SPACING UNIT, IN SECTION 32, TOWNSHIP 6 NORTH, RANGE 67 WEST, 6<sup>TH</sup> P.M. AND SECTION 5, TOWNSHIP 5 NORTH, RANGE 67 WEST, 6<sup>TH</sup> P.M., FOR THE NIOBRARA FORMATION, WATTENBERG FIELD, WELD COUNTY, COLORADO

CAUSE NO.

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### **AFFIDAVIT OF MAILING**

STATE OF COLORADO	)
	) ss.
CITY & 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 Extraction Oil & Gas LLC, and on or before March\_2(a, 2015, 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

Witness my hand and official seal.

My commission expires: 10-64-17

Notary Public

TERESA L. PETERSON NOTARY PUBLIC STATE OF COLORADO

NOTARY ID 19894002026 MY COMMISSION EXPIRES OCT.4, 2017