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

IN THE MATTER OF AN APPLICATION BY EXTRACTION OIL & GAS LLC FOR AN ORDER POOLING ALL INTERESTS IN TWO APPROXIMATE 320-ACRE DESIGNATED HORIZONTAL WELLBORE SPACING UNITS ESTABLISHED FOR SECTIONS 32 AND 33, TOWNSHIP 6 NORTH, RANGE 67 WEST, 6TH P.M., FOR THE DEVELOPMENT/OPERATION OF THE CODELL AND NIOBRARA FORMATIONS, WATTENBERG FIELD, WELD COUNTY, COLORADO

CAUSE NO. 407

DOCKET NO. To be assigned

APPLICATION

Extraction Oil & Gas LLC, Operator No. 10459, ("Extraction" 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 320-acre horizontal wellbore spacing units established for certain portions of Sections 32 and 33, Township 6 North, Range 67 West, 6th P.M., for the development and operation of the Codell and Niobrara Formations. 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 has registered as an operator 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 N½ Section 33: S½ N½

Wellbore Spacing Unit ("WSU") Nos. 1 and 2 320 acres, more or less, Weld County, Colorado

These lands are hereinafter referred to as the "Application Lands" and depicted in <u>Exhibit</u> 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 two approximate 320-acre horizontal wellbore spacing units, comprised of the Application Lands, for the below-described wells, for the production of oil, gas and associated hydrocarbons from the Codell or Niobrara Formations. Applicant notified all owners in the proposed wellbore spacing units pursuant to Rule 318A.e.(5). Applicant did not receive objections to the establishment of the proposed horizontal wellbore spacing units within the 30-day response period:
- a. Pavistma #10 Well (API No. 05-123-36653) Codell Formation WSU #1; and
- b. Pavistma #11 Well (API No. 05-123-36651) Niobrara Formation WSU #2.

These wells are hereinafter referred to as the "Subject Wells."

- 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 each of WSU Nos. 1 and 2 established for the Application Lands, for the development and operation of the Codell and Niobrara Formations.
- 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 each of the Subject Wells, 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 each of the Subject Wells.
- 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 each of WSU Nos. 1 and 2 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 interests of any owners with whom the Applicant has been unable to secure a lease or other agreement to participate in the drilling of each 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, 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 each of the Subject Wells.
- C. For such other findings and orders as the Commission may deem proper or advisable in the premises.

DATED this 19 day of March, 2015.

Respectfully submitted,

EXTRACTION OIL & GAS LLC

By:

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.

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 Innife Illenge

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 N½

Section 33: S½ N½

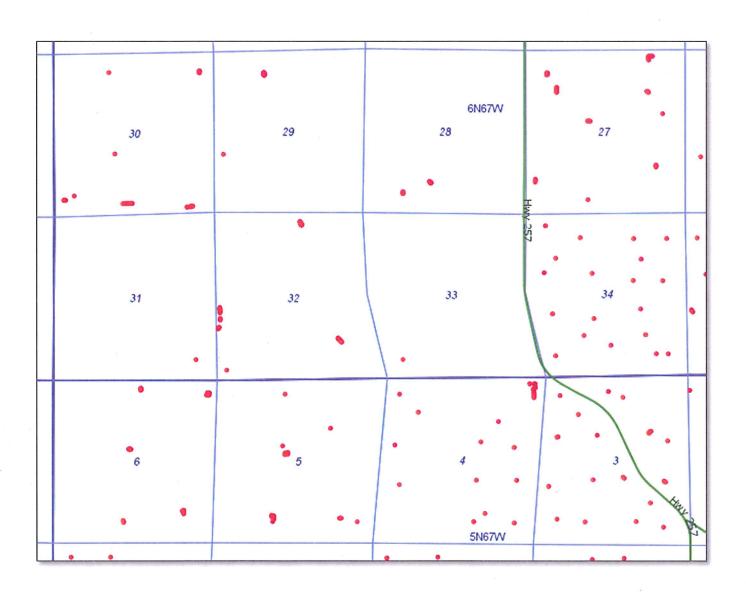


EXHIBIT B

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.

Janice H. Abbott 432 N. 800E American Fork, UT 84003 Leslie C. Abbott 812 24th Street Golden, CO 80401 Gail A. Abbott 812 24th Street Golden, CO 80401

Michael D. Campana and Kimberlee K. Campana 1706 Osperey Court Windsor, CO 80550

Jimmy D. Nishimura and Tatiana Lebedinskaia 1100 Hawk Court Windsor, CO 80550

Shawn C. Elworthy and Patricia M. Elworthy 1072 Hawk Court Windsor, CO 80550

Clay M. Drake and Raechel M. Drake 1020 Hilltop Drive Windsor, CO 80550

Chad D. Smith and Rebecca L. Smith 960 Hilltop Drive Windsor, CO 80550 Brian DeBrie and Jane DeBrie 1952 Kestrel Court Windsor, CO 80550

Todd Bruteig P.O. Box 269 Windsor, CO 80550 Kenton H. Brunner and Sharon H. Trollco, Inc. Brunner

1959 Kestrel Court Windsor, CO 80550

1625 Pelican Lakes Point Suite 201 Windsor, CO 80550

John R. Orfield and Laurie R. Orfield 1199 Osprey Court Windsor, CO 80550

Scott Tim Frank 1269 Hilltop Circle Windsor, CO 80550 Jana Kelley Cline and Stephen Walter Cline 1283 Hilltop Circle Windsor, CO 80550

Rosana Maria Guimaraes, Trustee Clifford C. Volz and Linda R. Volz Mark C. Coffman of the Rosana Maria Guimaraes Revocable Trust dated June 5, 2014 1120 White Water Court

Cheyenne, WY 82009

1450 Hilltop Circle Windsor, CO 80550 1430 Hilltop Circle Windsor, CO 80550 Lonnie L. Stark and John Norlin and Richard O. Pearson and Phyllis Stark Suzzane Norlin Breellen E. Pearson 1235 Hilltop Drive 1291 Hilltop Drive 1361 Hilltop Drive Windsor, CO 80550 Windsor, CO 80550 Windsor, CO 80550 Thomas E. Hellerich Hyla Ree Sloane James D. Richter and 2051 Vineyard Court 5380 E. Sanford Circle Audrey F. Richter Windsor, CO 80550 Englewood, CO 80113 183 Tidewater Drive Windsor, CO 80550 Bear Creek Investments, LLC Great Western Railway Company Vima Partners, LLC 183 Tidewater Drive 50 S. Steele Street, Suite 374 1625 Pelican Lakes Point Windsor, CO 80550 Denver, CO 80209 Suite 201 Windsor, CO 80550 Pelican Lakes, LLC Reginald Nicoson and Brvan J. Kallenberger and Kathleen Nicoson 1625 Pelican Lakes Point Julie A. Kallenberger Suite 201 1135 Osprey Court 1954 Kestrel Ct. Windsor, CO 80550 Windsor, CO 80550 Windsor, CO 80550 Glenn John Zaffree M. Cure Land, LLC Ricky A. Croteau and 1949 Kestrel Ct. 1963 Kestrel Ct. Tammy J. Croteau Windsor, CO 80550 Windsor, CO 80550 1967 Kestrel Ct. Windsor, CO 80550 Town of Windsor David Chavez and Raindance Aquatic Investments, LLC 301 Walnut Street Yvonne Young 1625 Pelican Lakes Point Windsor, CO 80550 1320 Hilltop Drive Suite 201 Windsor, CO 80550 Windsor, CO 80550 Michael P. Haverty and Brady Welton Wolfram P. VonCarlowitz and Diane C. Haverty 1421 Hill Top Circle Denise M. VonCarlowitz 5271 Heightsview Lane West Windsor, CO 80550 1435 Hilltop Circle Apt. #2326 Windsor, CO 80550 Fort Worth, TX 761 Rhett Polka and Carmen Polka Joseph B. Blythe and Windsor Oil Ventures, LLC 1449 Hilltop Circle Margaret C. Blythe c/o Lyn Mize

> 1453 Hilltop Circle Windsor, CO 80550

330 N 44th Avenue

Greeley, CO 80634

Windsor, CO 80550

Herbert Christian and B. Carol Christian 1373 Eagle Court Windsor, CO 80550 Dean A. Kness and Fauna M. Kness 1301 Stone Mountain Drive Windsor, CO 80550 Randal B. McGinnis and Bethanie L. McGinnis 1326 Hilltop Circle Windsor, CO 80550

Ronald L. Wilson and Raye C. Wilson 1268 Hilltop Cirlce Windsor, CO 80550 Kathryn Kay O'Brien 1317 Hilltop Drive Windsor, CO 80550 Justin E. Spaeth and Kalvert A. Spaeth 1379 Hilltop Drive Windsor, CO 80550

Kerr-McGee Oil & Gas Onshore LP 1099 18th Street, Suite 1800 Denver, CO 80202 Martin Lind 1625 Pelican Lakes Point Suite 201 Windsor, CO 80550 Affirm Energy, LLC P.O. Box 629 Niwot, CO 80544

Viki Lind 29486 Weld County Road 13 Windsor, CO 80550 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

Dan W. Gauger and Roxanne J. Gauger 1362 Hilltop Circle Windsor, CO 80550 Frye Farm Investments, 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

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

IN THE MATTER OF AN APPLICATION BY EXTRACTION OIL & GAS LLC FOR AN ORDER POOLING ALL INTERESTS IN TWO APPROXIMATE 320-ACRE DESIGNATED HORIZONTAL WELLBORE SPACING UNITS ESTABLISHED FOR SECTIONS 32 AND 33, TOWNSHIP 6 NORTH, RANGE 67 WEST, 6TH P.M., FOR THE DEVELOPMENT/OPERATION OF THE CODELL AND NIOBRARA FORMATIONS, WATTENBERG FIELD, WELD COUNTY, COLORADO

CAUSE NO. 407

DOCKET NO. To be assigned

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 Extraction Oil & Gas LLC, and on or before March $2 \zeta_{o}$, 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

Subscribed and sworn to before me this | 4 day of March, 2015.

Witness my hand and official seal.

NOTARY PUBLIC STATE OF COLORADO

NOTARY ID 19894002026 MY COMMISSION EXPIRES OCT.4, 2017

Notary Public