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 640-ACRE DESIGNATED HORIZONTAL WELLBORE SPACING UNIT, IN SECTIONS 32 AND 33, TOWNSHIP 6 NORTH, RANGE 67 WEST, 6TH P.M., FOR THE NIOBRARA FORMATION, WATTENBERG FIELD, WELD COUNTY, COLORADO

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 640-acre designated horizontal Wellbore Spacing Unit ("WSU") 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 Niobrara Formation. In support of its Application, Applicant states and alleges as follows:

- 1. Applicant is a 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: N½
Section 33: N½

640 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. On February 19, 1992, the Commission entered Order No. 407-87, which among other things, established spacing for the Niobrara Formation for certain lands

previously spaced for the Codell Formation and allowed the downhole commingling of production from the Codell and Niobrara Formations. The Application Lands are subject to Order No. 407-87 for the Niobrara Formation.

- 5. Pursuant to Rule 318A., Applicant designated an approximate 640-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) Raindance #5 Well (API No. 05-123-36174) Niobrara Formation (hereinafter referred to as the "Subject Well.")
- 6. 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.
- 7. Applicant requests that the pooling order entered as a result of this Application be made effective as of the date of this Application.
- 8. 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.
- 9. 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.
- 10. 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.
- 11. 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.

WHEREFORE, Applicant respectfully requests that this matter be set for hearing in May 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: March <u>19</u>, 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

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Applicant's Address:
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. N½ of Section 32 and N½ of Section 33

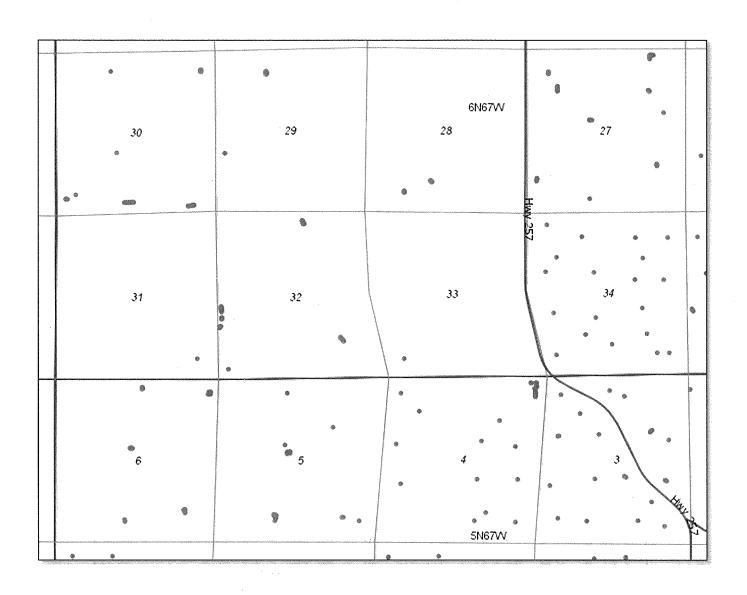


EXHIBIT B

INTERESTED PARTIES

Leslie C. Abbott 812 24th Street Golden, CO 80401

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

Brian DeBrie and Jane DeBrie 1952 Kestrel Court Windsor, CO 80550

Trollco, Inc. 1625 Pelican Lakes Point, Suite 201 Windsor, CO 80550

Town of Windsor 301 Walnut Street Windsor, CO 80550

Bryan J. Kallenberger and Julie A. Kallenberger 1954 Kestrel Ct. Windsor, CO 80550

Raindance Aquatic Investments, LLC 1625 Pelican Lakes Point, Suite 201 Windsor, CO 80550 Windsor, CO 80550

G. Bruce Hemmings, aka Gary B. Hemmings and Josephine A. Hemmings, aka Josie A. Hemmings 1260 Eagle Court Windsor, CO 80550

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

Rosana Maria Guimaraes, Trustee of Justin E. Spaeth and the Rosana Maria Guimaraes Revocable Trust dated 6/5/2014 1120 White Water Court Cheyenne, WY 82009

Janice H. Abbott 432 N. 800E American Fork, UT 84003

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

Todd Bruteig PO Box 269 Windsor, CO 80550

Karen M. Kunz 30991 WCR 17 Windsor, CO 80550

Reginald L. Nicoson and Kathleen S. Nicoson 1135 Osprey Court Windsor, CO 80550

M. Cure Land, LLC 1963 Kestrel Court Windsor, CO 80550

Vima Partners, LLC 1625 Pelican Lakes Point, Suite 201

Lee E. Frudden aka E. Lee Frudden 1424 Hilltop Drive Windsor, CO 80550

Scott Tim Frank 1269 Hilltop Circle Windsor, CO 80550

Kalvert A. Spaeth 1379 Hilltop Drive Windsor, CO 80550 Gail A. Abbott 812 24th Street Golden, CO 80401

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

Kenton H. Brunner and Sharon K. Brunner 1959 Kestrel Court Windsor, CO 80550

Michael D. Campana and Kimberlee K. Campana

1706 Osprey Court Windsor, CO 80550

Chad D. Smith and Rebecca L. Smith 960 Hilltop Drive Windsor, CO 80550

Ricky A. Croteau and Tamara J. Croteau 1967 Kestrel Court Windsor, CO 80550

Dunamis Real Estate Investment Company, LLC 1782 Tulip Tree Place Castle Rock, CO 80108

Steven E. Karsten and Margo A. Karsten 1268 Falcon Court Windsor, CO 80550

Jana Kelley Cline and Stephen Walter Cline 1283 Hilltop Circle Windsor, CO 80550

Jeff L. Demaske 7251 W 20th St, Unit L200 Greeley, CO 80634

Clifford C. Volz and Linda R. Volz 1450 Hilltop Circle Windsor, CO 80550	Mark C. Coffman 1430 Hilltop Circle Windsor, CO 80550	Lonnie L. Stark and Phyllis Stark 1235 Hilltop Drive Windsor, CO 80550
John Norlin and Suzanne Norlin 1291 Hilltop Drive Windsor, CO 80550	Richard O. Pearson and Breellen E. Pearson 1361 Hilltop Drive Windsor, CO 80550	Marshall R. Ernst and Barbara J. Ernst 1364 Hilltop Drive Windsor, CO 80550
David Chavez and Yvonne Young 1320 Hilltop Drive Windsor, CO 80550	Lance H. Porter 1198 Falcon Court Windsor, CO 80550	Prime Meridian Oil & Gas LLC PO Box 101595 Denver, CO 80250
Jack L. Davis 1175 Falcon Court Windsor, CO 80550	Michael P. Haverty and Diane C. Haverty 5271 Heightsview Lane West, Apt. #2326 Fort Worth, TX 76132	Brady Welton 1421 Hill Top Circle Windsor, CO 80550
Wolfram P. VonCarlowitz and Denise M. VonCarlowitz 1435 Hilltop Circle Windsor, CO 80550	Rhett Polka and Carmen Polka 1449 Hilltop Circle Windsor, CO 80550	Joseph B. Blythe and Margaret C. Blythe 1453 Hilltop Circle Windsor, CO 80550
Herbert D. Christian and B. Carol Christian 1373 Eagle Court Windsor, CO 80550	Jann M. Demaske 1496 Eagle Court Windsor, CO 80550	Dean A. Kness and Fauna M. Kness 1301 Stone Mountain Drive Windsor, CO 80550
Ronald L. Wilson and Raye C. Wilson 1268 Hilltop Circle Windsor, CO 80550	Kathryn Kay O'Brien 1317 Hilltop Drive Windsor, CO 80550	Frye Farm Investments, LLC 1625 Pelican Lakes Point, Suite 201 Windsor, CO 80550
Martin Lind 1625 Pelican Lakes Point Suite 201 Windsor, CO 80550	Glenn John Zaffree 1949 Kestrel Court Windsor, CO 80550	Affirm Energy, LLC PO Box 692 Niwot, CO 80544
Diana J. Frudden 1424 Hilltop Drive Windsor, CO 80550	Windsor Royalty Company, LLC 1625 Pelican Lakes Point, Suite 201 Windsor, CO 80550	Randal B. McGinnis and Bethanie L. McGinnis 1326 Hilltop Circle Windsor, CO 80550
Windsor Oil Ventures, LLC c/o Lyn Mize 330 N 44 th Avenue Greeley, CO 80634	Dan W. Gauger and Roxanne J. Gauger 1362 Hilltop Circle Windsor, CO 80550	Viki J. Lind 29486 WCR 13 Windsor, CO 80550
James D. Richter and Audrey F. Richter 183 Tidewater Drive Windsor, CO 80550	Thomas E. Hellerich 2051 Vineyard Court Windsor, CO 80550	Hyla Ree Sloane 5380 E. Sanford Circle Englewood, CO 80113

Pelican Lakes, LLC 1625 Pelican Lakes Point, Suite 201 Windsor, CO 80550

183 Tidewater Drive Windsor, CO 80550 The Great Western Railway Company 50 S. Steele Street, Suite 374 Denver, CO 80209

Kerr McGee Oil & Gas Onshore LP 1099 18th Street, Suite 1800 Denver, CO 80202 Patriot Energy, LLC 1625 Pelican Lakes Point, Suite 201 Windsor, CO 80550

Bear Creek Investments, LLC

Makayla T. Hodge 1198 Falcon Court Windsor, CO 80550

Katelyn B. Hodge 1198 Falcon Court Windsor, CO 80550

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CAUSE NO.

DOCKET NO.

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 24, 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

Notary Public

Witness my hand and official seal.

My commission expires: 10-4-17

TERESA L. PETERSON NOTARY PUBLIC STATE OF COLORADO NOTARY ID 19894002026

MY COMMISSION EXPIRES OCT.4, 2017