## 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 THREE APPROXIMATE 319.21-ACRE DESIGNATED HORIZONTAL WELLBORE SPACING UNITS IN SECTION 4, TOWNSHIP 5 NORTH, RANGE 67 WEST, 6TH P.M. AND SECTION 33, TOWNSHIP 6 NORTH, RANGE 67 WEST, 6TH P.M., FOR THE CODELL AND NIOBRARA FORMATIONS, 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 three (3) approximate 319.21-acre designated horizontal Wellbore Spacing Units established for certain portions of Section 4, Township 5 North, Range 67 West, 6th P.M. and Section 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 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 5 North, Range 67 West, 6th P.M. Section 4: Lot 2 (a/d/a N½N½)

Township 6 North, Range 67 West, 6th P.M. Section 33: S½S½

319.21 acres, more or less, Weld County, Colorado. Wellbore Spacing Unit ("WSU") Nos. 1, 2 and 3

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 three (3) approximate 319.21-acre horizontal wellbore spacing units, composed of the Application Lands, for the below-described wells, for the production of oil, gas and associated hydrocarbons from the Codell and 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) Rancho Water Valley #4 Well (API No. 05-123-36434) Niobrara Formation WSU No. 1; and
- (b) Rancho Water Valley #6 Well (API No. 05-123-36433) Codell Formation WSU No. 2; and
- (c) Rancho Water Valley #7 Well (API No. 05-123-36429) Niobrara Formation WSU No. 3; and

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

- 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 each of WSU Nos. 1, 2 and 3 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 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.
- 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 each of WSU Nos. 1, 2 and 3, 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 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.

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>\Q</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

(303) 407-4499

jparrot@bwenergylaw.com jfulcher@bwenergylaw.com

Applicant's Address:

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

## **VERIFICATION**

STATE OF COLORADO	)
CITY & COUNTY OF DENVER	) ss. )
Destenie McMillen, Senior I andman	for Extra

e 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

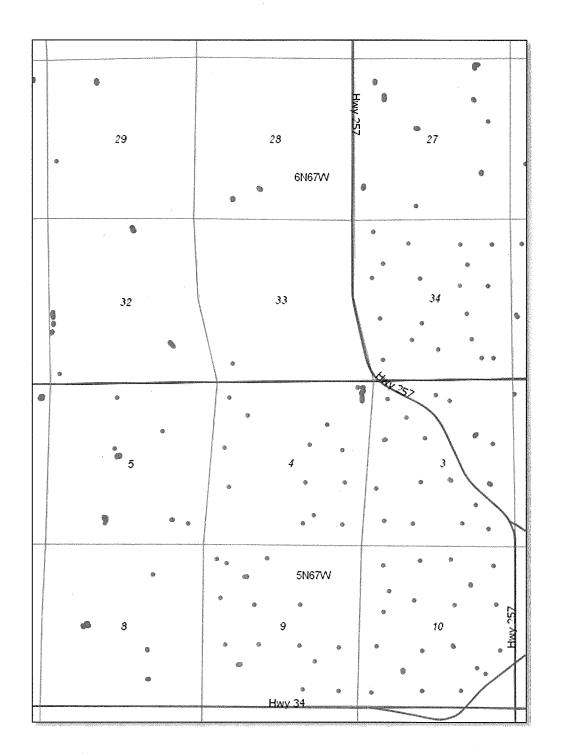
JENNIFER PITTENGER
Notary Public
State of Colorado
Notary ID 20134062771
My Commission Expires Sep 27, 2017

## **EXHIBIT A**

## Reference Map for Pooling Application

Township 5 North, Range 67 West, 6th P.M. Section 4: Lot 2 (a/d/a N½N½)

Township 6 North, Range 67 West, 6th P.M. Section 33: S½S½



#### **EXHIBIT B** INTERESTED PARTIES

Hut. Inc. PO Box 6666 Lubbock, TX 79493

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

Anita L. Plumb 1308 Vista Rd. Ellensburg, WA 98926

Ovid A. Plumb 2836 Dover Dr. Laramie, WY 82072

Carolyn Plumb 119 Watercolor Ct. Bozeman, MT 59715 Michael G. Ireland 190 Sunblest Blvd. South Fishers, IN 46038

Lindsey Lynn Ireland 1617 32nd Street Evans, CO 80620

The ARC of Indiana Master Trust I, f/b/o Kathryn S. Ireland c/o Michael G. Ireland, Trustee 190 Sunblest Blvd. South

Ramsay Oil, LLC 3220 Trinidad Evans, CO 80620

Rhoades Family, LLC 120 Kahil Place Fort Lupton, CO 80621 Taft Valley, LLC PO Box 269 Windsor, CO 80550

Fishers, IN 46038

Michael D. Schwartz, AIF for Bonnie J. Schwartz 4910 Arrowhead Dr. Greeley, CO 80634

Vima Partners, LLC 1625 Pelican Lakes Point, Suite 201 10260 Placerville Dr. Windsor, CO 80550

Kristie Kay Stockman Reno, NV 89508

Estate of Gregory B. Bement 8402 WCR 62 Windsor, CO 80550

Mohrlang Energy, LLC 326 Lodgepole Circle Parachute, CO 81635

Edwin Solomon, aka John Edwin Solomon 555 St. Michaels Dr. Santa Fe, NM 87501

Anadarko Land Corporation 1099 18<sup>th</sup> Street, Suite 1800 Denver, CO 80202

Lori A. Staley 8476 CR 62 Windsor, CO 80550 Douglas J. Howell, Jr. 8117 101st Ave. NE Lake Stevens, WA 98258 Elizabeth Norris 902 North Main #79 San Angelo, TX 76903

Gregory G. Stewart c/o Don W. Taylor Owens Davies Fristoe Taylor & Schultz, P.S. 1115 West Bay Drive NW Suite 302 Olympia, WA 98502-4668

Janet Stewart 321 San Mar Drive NE Olympia, WA 98506

Jeffrey P. Stewart c/o Don W. Taylor Owens Davies Fristoe Taylor & Schultz, P.S. 1115 West Bay Drive NW Suite 302 Olympia, WA 98502-4668

Kenneth Linn Weaver 1725 12th Ave Greeley, CO 80631

Martin Lind 1625 Pelican Lakes Point, Suite 201 Windsor, CO 80550

Timothy J. Stewart c/o Don W. Taylor Owens Davies Fristoe Taylor & Schultz, P.S. 1115 West Bay Drive NW Suite 302 Olympia, WA 98502-4668 J. Michael Carrigan and Sandi H. Carrigan 2131 Cape Hatteras Court Windsor, CO 80550

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

Great Western Railway Company 252 Clayton Street 4th Floor Denver, CO 80204

246 Habitat LLC PO Box 269 Windsor, CO 80550 Windsor Royalty Company, LLC 1625 Pelican Lakes Point, Suite 201 Windsor, CO 80550

Affirm Energy, LLC PO Box 692 Niwot, CO 80544

Elmer J. Norris 1200 Nineteenth Street Alamogordo, NM 88310 Betty Maxine Lindschmidt 8268 CR 62 Windsor, CO 80550

Susan Flatau, AIF for Evangeline Best 1811 South 71st Ave Yakima, WA 98908

Norman Lazelle Weaver 29495 Elkhorn Drive PO Box 775444 Steamboat Springs, CO 80477 Ronald Lee Schmatz Weaver 4911 Tesa Court Boulder, CO 80301

Mildred Norris 10 Maple Avenue #123 Nevada, IA 50201

Tracy Lynn Broza Kirchner 120 East 191st "S" Street Ely, NV 89301

Estate of Harry Solomon, dec'd Windsor, CO (1957)

Viki J. Lind 29486 WCR 13 Windsor, CO 80550

Larry L. Schupbach 730 Virginia Street Graham, TX 76450-3142 James L. Abbott and Grace M. Abbott 8944 County Road 62 Windsor, CO 80550

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

Jeffrey B. Lewis and Susan L. Lewis 30037 State Highway 257 Windsor, CO 80550

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

Bonnie J. Schwartz 4910 Arrowhead Drive Greeley, CO 80634

Charles L. Howard 1132 Villa Flora Drive O'Fallon, MO 63366

Janel L. Howard 903 N. Main Street #128 San Angelo, TX 76903

Michael G. Norris 1166 Villa Flora Drive O'Fallon, MO 63366

Anna Gass Canaday Garden Valley, ID 83622

Estate of Carl Elmer Solomon 1455 West 25th Loveland, CO 80537

Elmer Dale Solomon and Chris Solomon 600 Sumit Street Evanston, WY 82930

Maxine Solomon 3809 Starlite Drive Fort Collins, CO 80524 William E. Solomon 6700 E. Larimer County Rd. 92 Carr, CO 80612

Elsie Fisher 5522 E. Larimer County Rd. 40 Fort Collins, CO 80525

Patriot Energy, LLC 1625 Pelican Lakes Point, Suite 201 122nd Road Windsor, CO 80550

Judy Solomon Winfield, KS 67156

Jacqueline Smith 200 Christiana Drive Niles, MI 79120

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

THE MATTER OF THE APPLICATION OF EXTRACTION OIL & GAS LLC FOR AN ORDER TO POOL ALL INTERESTS IN THREE APPROXIMATE 319.21-ACRE DESIGNATED HORIZONTAL WELLBORE SPACING UNITS, IN SECTION 4, TOWNSHIP 5 NORTH, RANGE 67 WEST, 6TH P.M. AND SECTION 33. TOWNSHIP 6 NORTH, RANGE 67 WEST, 6TH P.M., FOR THE NIOBRARA FORMATION, WATTENBERG FIELD, WELD COUNTY, COLORADO

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  $2/\sqrt{2}$ , 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.

Witness my hand and official seal.

My commission expires: 10-4-17

Notary Public

TERESA L. PETERSON NOTARY PUBLIC STATE OF COLORADO NOTARY ID 19894002026 MY COMMISSION EXPIRES OCT.4, 2017

# 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 THREE APPROXIMATE  319.21-ACRE DESIGNATED HORIZONTAL WELLBORE  SPACING UNITS IN SECTION 4, TOWNSHIP 5 NORTH,  RANGE 67 WEST, 6TH P.M. AND SECTION 33,  TOWNSHIP 6 NORTH, RANGE 67 WEST, 6TH P.M., FOR  THE CODELL AND NIOBRARA FORMATIONS,  WATTENBERG FIELD, WELD COUNTY, COLORADO  )
SUPPLEMENTAL AFFIDAVIT OF MAILING
STATE OF COLORADO )
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 Operator No. 10459, and on or before April 2, 2015, caused a copy of the attached Application to be deposited in the United States Mail, postage prepaid, addressed to the parties listed below:
Carolyn Plumb 3114 Summerset Drive Bozeman, MT 59715  Ovid A. Plumb 1837 Indian Hills Circle Fort Collins, CO 80525
Jennifer Pittenger
Subscribed and sworn to before me this day of April, 2015.
Witness my hand and official seal.
TERESA L. PETERSON NOTARY PUBLIC STATE OF COLORADO NOTARY ID 19894002026 MY COMMISSION EXPIRES 0CT.4, 2017 Notary Public