

**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 THREE
APPROXIMATE 560-ACRE DESIGNATED
HORIZONTAL WELLBORE SPACING UNITS
ESTABLISHED FOR SECTIONS 27 AND 28,
TOWNSHIP 7 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 ("Commission") for an order pooling all interests in three approximate 560-acre horizontal wellbore spacing units established for certain portions of Sections 27 and 28, Township 7 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 7 North, Range 67 West, 6th P.M.
Section 27: NW¹/₄, W¹/₂ NE¹/₄
Section 28: N¹/₂

Wellbore Spacing Unit ("WSU") Nos. 1-3
560 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, 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 three approximate 560-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. Nelson Farms #6 Well (API No. 05-123-39955) – Niobrara Formation – WSU #1;
- b. Nelson Farms #7 Well (API No. 05-123-39959) – Codell Formation – WSU #2; and
- c. Nelson Farms #8 Well (API No. 05-123-39999) – Niobrara Formation – WSU #3.

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. 1-3 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. 1-3 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 15 day of May, 2015.

Respectfully submitted,

EXTRACTION OIL & GAS LLC

By: 

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Jillian Fulcher
Beatty & Wozniak, P.C.
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Denver, Colorado 80202
(303) 407-4499
jparrot@bwenergyllc.com
jfulcher@bwenergyllc.com

Address of Applicant
Extraction Oil & Gas LLC
ATTN: Destenie McMillen
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 LLC

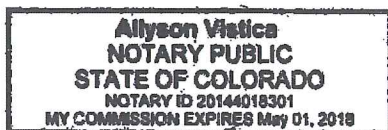


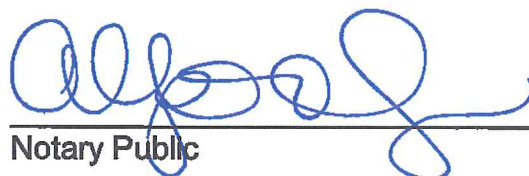
Destenie McMillen

Subscribed and sworn to before me this 14th day of May, 2015, by Destenie McMillen, Senior Landman for Extraction Oil & Gas LLC.

Witness my hand and official seal.

My commission expires: May 1, 2018





Notary Public

Exhibit A

Reference Map for Pooling Application

Township 7 North, Range 67 West, 6th P.M.

Section 27: NW $\frac{1}{4}$, W $\frac{1}{2}$ NE $\frac{1}{4}$

Section 28: N $\frac{1}{2}$

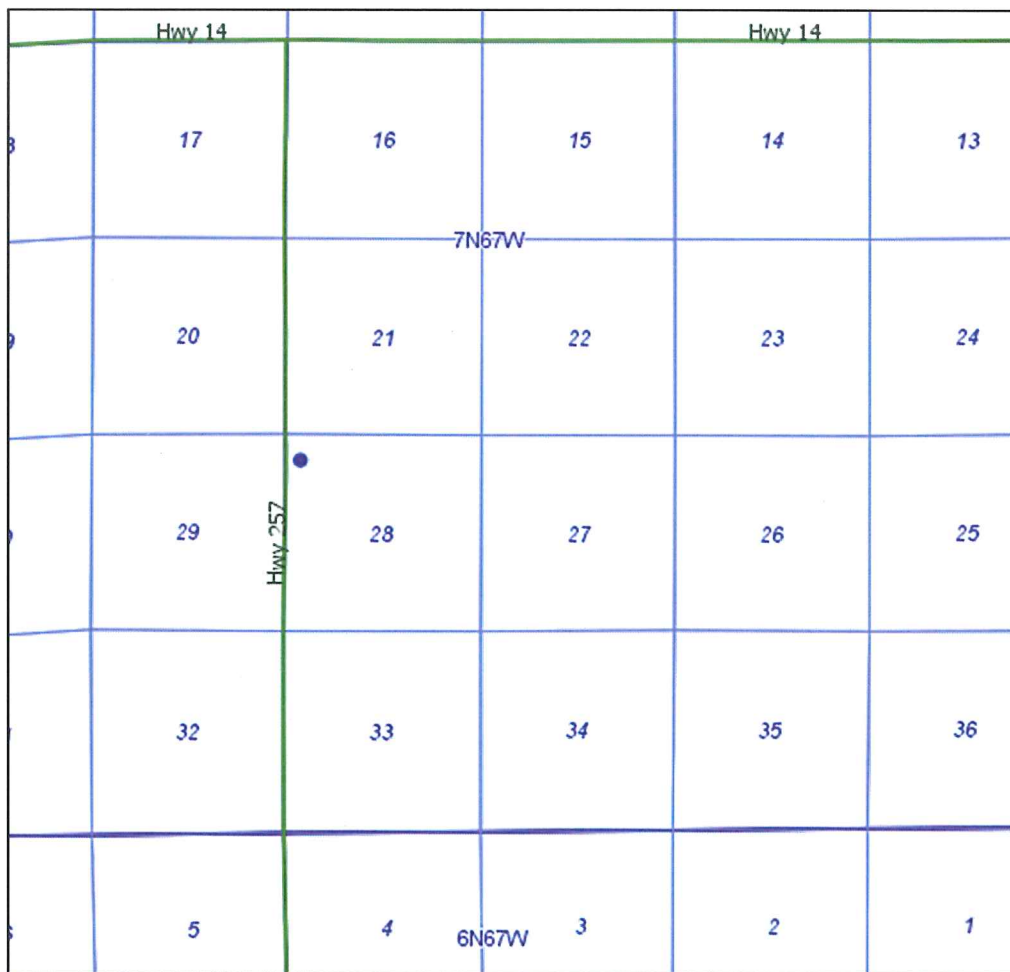


EXHIBIT B

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.

DuPriest Minerals, LLC
8088 WCR 78
Fort Collins, CO 80524

WRCC, Inc.
106 Elm Avenue
Eaton, CO 80615

William L. Lake
9112 County Road 78
Fort Collins, OC 80524

Susan H. Lake
9112 County Road 78
Fort Collins, OC 80524

Bayswater Blenheim Holdings, LLC
730 17th Street, Ste. 610
Denver, CO 80202

Bayswater Exploration & Production, LLC
730 17th Street, Ste. 610
Denver, CO 80202

Alma B. Gerbitz f/k/a
Alma Brunner
300 9th Street
Windsor, CO 80550

John Gerhart Brunner aka
Gerhart John Brunner
33847 Siasconset Road
Windsor, CO 80550

JoAnne Koehler and E.J. Koehler, as
Trustees of the JoAnne Koehler Living
Trust, a/k/a the JoAnne Koehler Loving
Trust
610 SW Brook Lane
Cedaredge, CO 81413

J. Gale Moody
P.O. Box 210
Eaton, CO 80615

Brett E. Boddicker and
Melinda S. Boddicker
304 Pelican Cove
Windsor, CO 80550

Chris N. Graeter and Julie M. Graeter
9400 Weld County Road 78
Fort Collins, CO 80524

Connie R. Weindel
9400 Weld County Road 78
Fort Collins, CO 80524

George Allen Ashenbrenner and
Kathleen Lee Ashenbrenner
9400 Weld County Road 78
Fort Collins, CO 80524

Thomas D. Schoenleber and
Elizabeth A. Schoenleber
37047 Golden Eagle Court
Severance, CO 80550

MDW2, LLC
700 Automation Drive, Suite H
Windsor, CO 80550

Bruce L. Krohn and Cynthia L. Hirsch
37048 Golden Eagle Court
Severance, CO 80550

Caleb J. Fuchs and Tara N. Fuchs
3302 67th Avenue Court
Greeley, CO 80624

Brewer Family Trust dated
July 31, 1991
37053 Soaring Eagle Circle
Severance, CO 80550

Canyon Oil & Gas LLC
6301 Aspen Ridge Court
Fort Collins, CO 80524

David M. Helzer and Donald M. McLeod
37061 Soaring Eagle Circle
Severance, CO 80550

Ron R. Gibbens and Abby K. Gibbens
37063 Bald Eagle Court
Severance, CO 80550

Highfield JT Trust, Donald P. Highfield and
Cynthia R. Highfield, Trustees
37064 Bald Eagle Court
Severance, CO 80550

Andre M. McDuffy
37065 Bald Eagle Court
Severance, CO 80550

Alan L. Gerstner and
Kathleen Swigart-Gerstner
37066 Bald Eagle Court
Severance, CO 80550

Loreto J. Pirrone and Kathleen G. Pirrone
37067 Bald Eagle Court
Severance, CO 80550

Lee C. Smith and Chelsea Smith
37068 Bald Eagle Court
Severance, CO 80550

Soaring Eagle Ranch Homeowners
Association, Inc.
333 W. Drake Road, Suite 142
Fort Collins, CO 80526

Double E&G, Inc.
3003 E. Harmony Road #400
Fort Collins, CO 80528

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

Bayswater Blenheim Holdings, II, LLC
730 17th Street
Ste. 610
Denver, CO 80202

