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

IN THE MATTER OF THE APPLICATION OF PDC ENERGY, INC. FOR AN ORDER TO POOL ALL INTERESTS IN AN APPROXIMATE 320-ACRE DESIGNATED HORIZONTAL WELLBORE SPACING UNIT FOR PORTIONS OF SECTION 28, TOWNSHIP 4 NORTH, RANGE 67 WEST, 6TH P.M., FOR THE CODELL FORMATION, WATTENBERG FIELD, WELD COUNTY, COLORADO

CAUSE NO.

DOCKET NO.

TYPE: POOLING

APPLICATION

COMES NOW PDC Energy, Inc. (Operator No. 69175) ("PDC" or "Applicant"), by its attorneys, Burleson LLP, 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 Wellbore Spacing Unit, as defined below, for the drilling of the SunMarke 28V-404 Well (API No. 05-123-38904) ("Well"), for the development of the Codell Formation on the following described lands:

Township 4 North, Range 67 West, 6th P.M. Section 28: N½

320-acres, more or less, Weld County, Colorado. Hereinafter "Application Lands"

In support thereof, 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 certain leasehold interests in the Application Lands.
- 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.

- 4. On February 19, 1992, the Commission entered Order No. 407-87 (amended August 20, 1993) which, among other things, established 80-acre drilling and spacing units for the production of oil, gas and associated hydrocarbons from the Codell-Niobrara Formations, the Codell Formation, and the Niobrara Formation underlying certain lands, including the Application Lands, with the permitted well locations in accordance with the provisions of Order No. 407-1.
- 5. On November 15, 2012, the Commission entered Order No. 407-730, which among other things, approves the request for an order to pool all interests in an approximate 160-acre designated wellbore spacing unit consisting of certain lands in Sections 21 and 28, Township 4 North, Range 67 West, 6th P.M., for the development and operation of the Codell and Niobrara Formations. Order No. 407-730 does not affect this Application.
- 6. On May 6, 2013, the Commission entered Order No. 407-785, which among other things, approves the request for an order to pool all interests in an approximate 160-acre designated wellbore spacing unit consisting of certain lands in Sections 20, 21, 28 and 29, Township 4 North, range 67 West, 6th P.M., for the development and operation of the Codell-Niobrara Formation. Order No. 407-785 does not affect this Application.
- 7. On June 17, 2014, the Commission entered Order No. 407-1064, which among other things, approves the request for an order to pool all interests in an approximate 320-acre wellbore spacing unit, including portions of the Application Lands, for the for the development and operation of the Codell Formation. Order No. 407-1064 does not affect this Application.
- 8. Applicant designated the 320-acre Wellbore Spacing Unit for the production of oil, gas, and associated hydrocarbons from the Codell Formation pursuant to Rule 318A and notified the appropriate parties under Rule 318A.
- 9. Applicant, pursuant to Commission Rule 530 and/or the provisions of C.R.S. § 34-60-116 (6) and (7), hereby requests an order to pool all interests, including but not limited to, any non-consenting interests, in the Application Lands in the Codell Formation underlying the following approximate 320-acre Wellbore Spacing Unit:

Township 4 North, Range 67 West, 6th P.M. Section 28: N½

(throughout as "Wellbore Spacing Unit").

10. Applicant requests that the Commission's pooling order be made effective as of the earlier of the date of this Application, or the date that the costs specified in C.R.S. § 34-60-116(7)(b) are first incurred for the drilling of the Well to the Codell Formation on the Application Lands.

- 11. Applicant certifies that copies of this Application will be served on all persons owning an interest in the mineral estate of the tracts to be pooled within seven (7) days of the date hereof, as required by Rule 503.e., and that at least thirty-five (35) days prior to the hearing on this matter, each such interest owner not already leased or voluntarily pooled will be offered the opportunity to lease, or to participate in the drilling of the Well, and will be provided with the information required by Rule 530 as applicable. The list of such interested parties is attached hereto as Exhibit A.
- 12. That in order to prevent waste and to protect correlative rights, all interests in the Wellbore Spacing Unit should be pooled for the orderly development of the Codell Formation, including any non-consenting interests therein.

WHEREFORE, Applicant requests that this matter be set for hearing at the next available opportunity, that notice be given as required by law, and that upon such hearing, the Commission enter its order:

- A. Pooling all interests in the Application Lands and the Wellbore Spacing Unit for the development of the Codell Formation.
- B. Providing that the Commission's pooling order is made effective as of the earlier of the date of this Application, or the date that any of the costs specified in C.R.S. § 34-60-116(7)(b) are first incurred for the drilling of the Well in the Wellbore Spacing Unit to the Codell Formation on the Application Lands.
- C. 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 Well are pooled by operation of statute, pursuant to C.R.S. § 34-60-116(6) and (7), and made subject to the cost recovery provisions thereof with respect to the Well drilled to develop the Codell Formation in the Wellbore Spacing Unit comprising the Application Lands.
- D. For such other findings and orders as the Commission may deem proper or advisable in this matter.

WHEREFORE, Applicant respectfully requests that this matter be set for hearing in July 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.

Respectfully submitted:

PDC ENERGY, INC.

By:

Jamie L. Jost Zachary P. Sears Burleson LLP

Attorneys for Applicant 1700 Lincoln St., Suite 1300 Denver, Colorado 80203 (303) 801-3200

Applicant's Address:

PDC Energy, Inc. ATTN: Josh Wagner

1775 Sherman Street, Suite 3000

Denver, CO 80203

VERIFICATION

STATE OF COLORADO CITY AND COUNTY OF DENVER)) ss.)	
Josh Wagner, of lawful age, being first duly sworn upon oath, deposes and says that he is a Senior Regional Landman for PDC Energy, Inc., and that he has read the foregoing Application and that the matters therein contained are true to the best of his knowledge, information and belief.		
	7310	
	Josh Wagner Senior Regional Landman PDC Energy, Inc.	
Subscribed and sworn to before me this	19th day of May 2015.	
Witness my hand and official seal.		
[SEAL] KRISTIE ANN MONEY NOTARY PUBLIC STATE OF COLORADO NOTARY ID 20134031387 My Commission Expires May 16, 20	017	
My commission expires:	10/17	

Notary Public

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

IN THE MATTER OF THE APPLICATION OF CAUSE NO. PDC ENERGY, INC. FOR AN ORDER TO POOL ALL INTERESTS IN AN APPROXIMATE 320-ACRE DESIGNATED **HORIZONTAL** WELLBORE SPACING UNIT FOR PORTIONS OF SECTION 28, TOWNSHIP 4 NORTH, RANGE 67 WEST, 6^{TH} P.M., FOR THE CODELL FORMATION, WATTENBERG FIELD, WELD COUNTY, COLORADO

DOCKET NO.

TYPE: POOLING

AFFIDAVIT OF MAILING	
STATE OF COLORADO))ss.	
CITY AND COUNTY OF DENVER)	
I, Jamie L. Jost of lawful age, and being first duly sworn upon my oatlestate and declare that I am the attorney for PDC Energy, Inc., and that on obefore the day of May 2015, I caused a copy of the attached Application to be deposited in the United States Mail, postage prepaid, addressed to the particulated on Exhibit A to the Application.	or to
Jamie L. Jost	-
Subscribed and sworn to before me this 20th day of May 2015.	
Witness my hand and official seal.	
[SEAL]	
My commission expires: July 24, 208 RACHEL FLEMING NOTARY PUBLIC STATE OF COLORAD NOTARY ID 201440250 MY COMMISSION EXPIRES JUN)48

Notary Public

Exhibit A FP - SunMarke 28V-404

PDC Energy, Inc. 1775 Sherman Street, Suite 3000 Denver, CO 80203

Double Eagle Energy Rockies, LLC 1401 Ballinger Street, Suite 203 Fort Worth, TX 76102

Incline Resources, LLC 5019 N. Central Expy, Ste B Dallas, TX 75205

Harvey Liss P.O. Box 181 Voorhees, NJ 08043

Graham B. Blanton 1804 Pugh, Fayetteville, NC 28305

Skylark Energy, LLC 40 W Littleton Blvd Ste 210 Box 237 Littleton, CO 20120

John E. Sample P. O. Box 291341 Kerrville, TX 78029

Darwin & Malinda M. Walls Trust UA DTD September 22, 1993 533 South Bay Shore Blvd Gilbert, AZ 85233

Michael R. Freeman, M.D. 1001 Wolf Lane Cape Girardeau, MO 63701

Peter C. Merrill & Joyce T. Merrill 7909 Big Bend Road St. Louis, MO 63119 Jack I. Tompkins 4900 Woodway Suite 890 Houston, TX 77056

Acoma Energy, LLC 3801 E. Flordia Ave., Suite 508 Denver, CO 80210

Taps I Energy, LLC 1001 Farmington Avenue West Hartford, CT 06107

Maureen Ardolino Trust UAD 10/5/2000 8871 Sailport Dr. Huntington Beach, CA 92646

Gary Van Schaften 2 Timberline Drive Wayneon, NJ 07470

Cimarron Petroleum Corporation P.O. Box 2768 Amarillo, TX 79105

L. Gordon Pfefferkorn, Jr. 715 Coliseum Drive Winston-Salem, NC 27103

Oscar L. Wright, Trustee and any Successor Trustee of the Oscar Wright Trust dated October 5, 2007 1201 Flushing Road, Suite 6 Flint, MI 48504

Richard R. Chotin 509 Olive Street, Suite #500 St. Louis, MO 63101 American Investment Bank – (David S. Toth, DPM)
Chagrin Valley Foot Centres
514 Water St.
Chardon, OH 44024

American Investment Bank – (Leslie Wint) 79 Esplanade Mt. Vernon, NY 10553

Gregory J. Bunten 11437 St. Charles Rock Road Bridgeton, MO 63044

H.W. Hardy 711 Louisiana, Suite #1300 Houston, TX 77002

Meyer Lewshin 1253 N. Vine St. #16 Los Angeles, CA 90038

Robert G. Rager 7002 S. Chapparal Circle East Aurora, CO 80016

Claude Stull 1602 Old Silo Hill Drive Mount Sterling, KY 40353

Karen B. Bisby 5623 Mercedes Dallas, TX 75206

Kermit Butcher Route 33 Elkins, WV 26241

Hugh Heath, Jr. 107 E. Bright Kinston, NC 28501

William & Faye Vandervender 856 Garards Fort Road Waynesburg, PA 15370 Edward Foerstel 3998 US Highway 61 Bloomsdale, MO 63627

Debra Foerstel HCR #2, Box 57 Bloomsdale, MO 63627

McCarty Weld Farms 801 Panorama Circle Longmont, CO 80501

Helen Y McCarty Revocable Trust 12-12-94 Patrick & Michael McCarty, Trustees PO Box 1418 Cody, WY 82414

R Bruce Fickel II Post Office Box S Berthoud, CO 80513

Jane Frances King Trust c/o American National Bank 3033 East 1st Avenue Denver, CO 80206-5617

Timothy D McCarty Trust Charles L. Sisk, Trustee PO Box 17850 Boulder, CO 80308-0850

Michael H McCarty Revocable Trust 11/26/01 Nucgaek G, McCarty, Trustee PO Box 1418 Cody, WY 82414

Patrick W McCarty 3000 CR 301 Parachute, CO 81635

Delbert L. Spaur Trust, dtd. 3/28/2013 1099 18th Street Ste 1800 Denver, CO 80202