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 | DOCKET NO. 320-ACRE DESIGNATED HORIZONTAL WELLBORE SPACING UNIT FOR PORTIONS OF SECTIONS 1 AND 2, TOWNSHIP 4 NORTH, RANGE 66 WEST, 6th P.M., FOR THE FORMATION, WATTENBERG NIOBRARA FIELD, WELD COUNTY, COLORADO

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 Sorin Natural Resources 2U-203 Well (API No. 05-123-37310) ("Well"), for the development of the Niobrara Formation on the following described lands:

Township 4 North, Range 66 West, 6th P.M.

Section 1:

W1/2W1/2

Section 2:

E1/2E1/2

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

In support thereof, Applicant states and alleges as follows:

- Applicant is a corporation duly authorized to conduct business in 1. the State of Colorado, and is a registered operator in good standing with the Commission.
 - Applicant owns certain leasehold interests in the Application Lands. 2.
- On April 27, 1998, the Commission adopted Rule 318A, which, 3. 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 October 31, 2011, the Commission entered Order No. 407-487, which, among other things, established a 320.684-acre wellbore spacing unit in Section 1, Township 4 North, Range 66 West, 6th P.M., Weld County, and authorizing one horizontal well for development and production of oil, gas and related hydrocarbons from the Niobrara Formation. Order No. 407-487 does not affect this Application.
- 6. On October 28, 2013, the Commission entered Order No. 407-884, which, among other things, pooled all interests in an approximate 320-acre designated wellbore spacing unit established for certain lands in Sections 1 and 36, Townships 4 and 5 North, Range 66 West, 6th P.M., for the development and operation of the Niobrara Formation. Order No. 407-884 does not affect this Application.
- 7. Applicant designated the 320-acre Wellbore Spacing Unit for the production of oil, gas, and associated hydrocarbons from the Niobrara Formation pursuant to Rule 318A and notified the appropriate parties under Rule 318A.
- 8. 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 Niobrara Formation underlying the following approximate 320-acre Wellbore Spacing Unit:

Township 4 North, Range 66 West, 6th P.M.

Section 1: W½W½
Section 2: E½E½

(throughout as "Wellbore Spacing Unit").

- 9. 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 Niobrara Formation on the Application Lands.
- 10. 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.

11. 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 Niobrara 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 Niobrara 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 Niobrara 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 Niobrara 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 Joseph M. Evers Burleson LLP

ann (

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.		
	Josh Wagner Senior Regional Landman PDC Energy, Inc.	
Subscribed and sworn to before me this $20^{\pm 6}$ day of May 2015.		
Witness my hand and official seal.	KRISTIE ANN MONEY NOTARY PUBLIC	
[SEAL]	STATE OF COLORADO NOTARY ID 20134031387 My Commission Expires May 16, 2017	
My commission expires: 5/16/	<u>17</u>	

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 DOCKET NO. DESIGNATED HORIZONTAL 320-ACRE WELLBORE SPACING UNIT FOR PORTIONS | TYPE: POOLING OF SECTIONS 1 AND 2, TOWNSHIP 4 NORTH, RANGE 66 WEST, 6TH P.M., FOR THE NIOBRARA FORMATION, WATTENBERG FIELD, WELD COUNTY, COLORADO

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 oath, state and declare that I am the attorney for PDC Energy, Inc., and that on or before 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 parties listed on Exhibit A to the Application.		
Jamie L. Jost		
Subscribed and sworn to before me this 21st day of May 2015.		
Witness my hand and official seal.		
[SEAL]		
My commission expires: June 24, 2018 RACHEL FLEMING NOTARY PUBLIC STATE OF COLORADO NOTARY ID 20144025048 WY COMMISSION EXPIRES JUNE 24, 2018		
Notary Public		

Exhibit A FP – Sorin Natural Resources 2U-203

Glenn J & Kathy J Werning JT 23822 WCR 33 1/4 LaSalle, CO 80645

Glenn J Werning 23822 Wcr 33 1/4 Lasalle, CO 80645

Robert M Elliott 10541 Sw 30th Ave Portland, OR 97219

Ruth Berkenkotter 5130 West Ken Caryl Avenue Littleton, CO 80128

Mary Odenbaugh 21255 Wcr 54 Greeley, CO 80631

Linda Fagerberg 1912 34th Ave Greeley, CO 80634

Gary Werning 3809 Frank Rd Loveland, CO 80538

Ken Berkenkotter 10019 E Cheyenne Salida, CO 81201

Karen Ress 5307 S Jellison St Littleton, CO 80123

Melissa Harrow 15801 Falcon Hwy Falcon, CO 80831

Delise W Flynn - Deceased 32828 43rd Place Sw Federal Way, WA 98023 Kim Myers 512 E Columbia Colorado Springs, CO 80907

Jolene Warn 3491 N Arizona Ave #52 Chander, AZ 85225

Jone Elizabeth Lockhart 510 Grand St Holden, MO 64040

Lyle L Rumsey Limited Partnership 1131 Morgan Co Rd I Wiggins, CO 80654

Rumsey Family Limited Partnership 5400 Kiowa Lane Greeley, CO 80634

Floyd & Katharina Nichols, LLC 19546 Rd 30 Brush, CO 80723

Margaret R Fuller 1101 North 2nd Street Johnstown, CO 80534

Kenneth & Donna Jurgens 16839 Co Rd 394 La Salle, CO 80645

Kathlene M & Marlene F Gardner 16843 WCR 394 LaSalle, CO 80645

Donita K Roemmich 16865 WCR 394 LaSalle, CO 80645

Lois J Luther 6279 W 3rd St Greeley, CO 80634-8837 Albert E & Carol E Bush JT 16940 WCR 394 Lasalle, CO 80645

Wayne A & Janet A Haagenstad 16495 WCR 40 Lasalle, CO 80645

Sam G Johnson 23915 Weld County Road 35 LaSalle, CO 80645

Adolph C & Diana Bauer Gerold 23885 WCR 35 LaSalle, CO 80645

James A Galecka 23855 Weld County Road 35 LaSalle, CO 80645

Gale L & Linda Deisley JTWROS 23795 County Road 35 LaSalle, CO 80645

James P & Patty J Daulton JT 937 Dove Hill Road LaSalle, CO 80645

Jeremy Scott Keever 23633 County Road 35 LaSalle, CO 80645

Larry A & Marilyn L Barden JT 23533 WCR 35 Lasalle, CO 80645

Petrocco Family LP, LLLP 14110 Brighton Road Brighton, CO 80601

David A & Susan K Petrocco TIC 15855 East 144th Avenue Brighton, CO 80601 Anadarko E&P Onshore LLC 1099 18th Street, Ste. 1800 Denver, CO 80202

Noble Energy Inc. 1625 Broadway Street Ste. 2200 Denver, CO 80202

Lucas & Shannon Collinge 23201 Weld County Road La Salle, CO 80645

Lydia Loeffler 23896 County Road 35 LaSalle, CO 80645-7805

Mark A Robinson 23522 Weld County Road 35 LaSalle, CO 80645

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

K.P. Kauffman Company, Inc. 1675 Broadway, Suite 2800 Denver, CO 80202

Terry K. Jensen 7397 Norfolk Place Castle Pines, CO 80108

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 SECTIONS 1 AND 2, TOWNSHIP 4 TYPE: POOLING NORTH, RANGE 66 WEST, 6TH P.M., FOR FORMATION, NIOBRARA WATTENBERG FIELD, WELD COUNTY, COLORADO

CAUSE NO.

DOCKET NO. 150700410

SUPPLEMENTAL AFFIDAVIT OF MAILING

STATE OF COLORADO))ss.	
COUNTY OF DENVER)	6
Joseph M. Evers of lawful age, and being first states and declares:	duly sworn upon his oath,
That he is the attorney for PDC Energy, Inc., day of June, 2015, he caused a copy of the attached in the United States Mail, postage prepaid, address	Application to be deposited
hereto.	Jack Propos
	Joseph M. Evers
Subscribed and sworn to before me thisd	ay of June, 2015.
Witness my hand and official seal.	
[SEAL]	RACHEL FLEMING NOTARY PUBLIC STATE OF COLORADO NOTARY ID 20144025048
My commission expires: June 24, 2018	Y COMMISSION EXPIRES JUNE 24, 2018

Supplemental Interested Parties FP – Sorin Natural Resources 2U-203

Kathlene M Gardner 16843 WCR 394 LaSalle, CO 80645

Marlene F Stroh 16843 WCR 394 LaSalle, CO 80645