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

IN THE MATTER OF THE APPLICATION OF KERR-)	
MCGEE OIL & GAS ONSHORE LP FOR AN ORDER)	
TO POOL ALL INTERESTS IN TWO APPROXIMATE)	CAUSE NO.
480-ACRE DESIGNATED HORIZONTAL WELLBORE)	
SPACING UNITS LOCATED IN SECTIONS 23, 24, 25,)_	DOCKET NO
AND 26, TOWNSHIP 4 NORTH, RANGE 68 WEST,)	
6 TH P.M., FOR THE DEVELOPMENT/OPERATION OF)	
THE NIOBRARA FORMATION, WATTENBERG FIELD,)	
WELD COUNTY, COLORADO)	

APPLICATION

Kerr-McGee Oil & Gas Onshore LP (Operator No. 47120) ("Kerr-McGee" or "Applicant"), by and through its attorneys, Davis Graham & Stubbs LLP, respectfully submits this Application to the Oil and Gas Conservation Commission of the State of Colorado (the "Commission") for an order to pool all interests in two approximate 480-acre horizontal wellbore spacing units designated for portions of Sections 23, 24, 25, and 26, Township 4 North, Range 68 West, 6th P.M., for development and operation of the Niobrara Formation.

In support of its Application, Applicant states and alleges as follows:

- 1. Applicant is a limited partnership formed under the laws of the State of Delaware; is a wholly owned subsidiary of Anadarko Petroleum Corporation; is 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:

Wellbore Spacing Unit ("WSU") Nos. 1 and 2

Township 4 North, Range 68 West, 6th P.M.

Section 23: S½SE¼ Section 24: S½S½

Section 25: N½N½
Section 26: N½NE¼

Weld County, Colorado;

These lands are hereinafter collectively referred to as 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. The Application Lands are subject to Rule 318A.
- 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 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. Pursuant to Rule 318A, Applicant designated an approximate 480-acre horizontal wellbore spacing unit (WSU No. 1), comprised of the Application Lands, for the Whisper Rock 1N-25HZ well, (API No. 05-123-41320), 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. Applicant did not receive objections to the establishment of the proposed wellbore spacing unit within the 30-day response period.
- 6. Pursuant to Rule 318A, Applicant designated an approximate 480-acre horizontal wellbore spacing unit (WSU No. 2), comprised of the Application Lands, for the Whisper Rock 2N-25HZ well, (API No. 05-123-41319), 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. Applicant did not receive objections to the establishment of the proposed wellbore spacing unit within the 30-day response period.
- 7. The Whisper Rock 1N-25HZ well and the Whisper Rock 2N-25HZ well are hereinafter collectively referred to as the "Subject Wells."
- 8. Acting pursuant to the applicable Colorado Statutes and Commission Regulations, Applicant seeks an order pooling all interests, including, but not limited to, any non-consenting interests and leased mineral interests, in two approximate 480-acre horizontal wellbore spacing units designated for the Application Lands for the development and operation of the Niobrara Formation.
- 9. Applicant requests that the pooling order entered as a result of this Application be made effective as of the date of this Application, or, as applicable, the date that the costs specified in § 34-60-116(7)(b), C.R.S., are first incurred for the drilling of the Subject Wells in WSU Nos. 1, 2 and 3, whichever is earlier.
- 10. Further, Applicant requests that any non-consenting interests with whom the Applicant has been unable to secure a lease or other agreement to participate in the drilling of the Subject Wells, be pooled by operation of statute, pursuant to § 34-60-116(6) & (7), C.R.S., and made subject to the cost recovery provisions thereof.
- 11. 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.

- 12. Applicant requests that relief granted under this Application be effective on oral order by the Commission, and Applicant hereby agrees to be bound by said oral order.
- 13. Applicant certifies that copies of this Application will be served on the interested parties (persons who own any interest in the mineral estate of the tracts to be pooled, except owners of overriding royalty interest) within seven (7) days of the date hereof, as required by Rule 507.b.(2). The Applicant shall submit a certificate of service for the Application, along with the names and addresses of the interested parties according to the information and belief of the Applicant, 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 two approximate 480-acre designated horizontal wellbore spacing units 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, or, the date that the costs specified in § 34-60-116(7)(b), C.R.S. are first incurred for the drilling of the Subject Wells in WSU Nos. 1, 2, and 3, whichever is earlier.
- B. Providing that the non-consenting 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 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.
- C. For such other findings and orders as the Commission may deem proper or advisable in the premises.

DATED this 27th day of August, 2015.

Respectfully submitted,

KERR-MCGEE OIL & GAS ONSHORE LP

By:

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John Jacus
Eric Waeckerlin
Davis Graham & Stubbs LLP
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Address of Applicant

Kerr-McGee Oil & Gas Onshore LP Attention: Nancy McDonald 1099 18th Street, Suite 1800 Denver, Colorado 80202

VERIFICATION

STATE OF COLORADO)
CITY AND COUNTY OF DENVER) ss.)
that she is a Staff Landman for Kerr-	e, being first duly sworn upon oath, deposes and says McGee Oil & Gas Onshore LP, and that she has read e matters therein contained are true to the best of her
	Nancy McDonald, CPL – Staff Landman Kerr-McGee Oil & Gas Onshore LP
Subscribed and sworn to before me	this 24 day of August, 2015.
Witness my hand and official seal.	AUBLIO 8
[SEAL]	MISSION EXPIRES
My commission expires: 3-15	20/6
	Notary Public

Exhibit A Interested Parties

Charlotte E. Burch 1601 Heber Drive Fort Collins, CO 80524-2213

Podtburg Dairy Limited Partnership, LLLP 1561 Weld County Road 42 Johnstown, CO 80534

Rearden Minerals, LLC 5914 W Courtyard Drive, Suite 200 Austin, TX 78730

Northmoor Acres Home Owners Association P. O. Box 158 Johnstown, CO 80534

Kevin J. and Ivy Rhoades 20253 Cactus Dr. Johnstown, CO 80534

Henry J. Bramlet and Heidi E. Bramlet 5259 County Road 42 Johnstown, CO 80534

Cynthia Lynn and David G. Eldenburg 20034 Cactus Drive Johnstown, CO 80534

Richard W. Davis and Michele R. Davis 20244 Cactus Drive Johnstown, CO 80534

Teresa Margaret Kelley-Buckley 20204 Cactus Drive Johnstown, CO 80534

Michael A. Martin and Nancy L. Martin 20164 Cactus Drive Johnstown, CO 80534 Shawn G. Rieke and Myra L. Rieke 20134 Cactus Drive Johnstown, CO 80534

Gordon L. McClain and Cynthia L. McClain 5030 Yucca Court Johnstown, CO 80534

Nancy L. Rutt and Roy R. Rutt 5032 Saguaro Court Johnstown, CO 80534

Cynthia Ann and James Lauffenberger 5033 Saguaro Court Johnstown, CO 80534

Little Thompson Water District 835 E. State Highway 56 Berthoud, CO 80513

Front Range Investment Holdings, LLC c/o Mt Hood Administration Trust P.O. Box 654 Kirkland, WA 89083

Anadarko Land Corp. 1099 18th Street, Suite 1800 Denver, CO 80202

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

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CERTIFICATE OF SERVICE	
STATE OF COLORADO))ss.	
CITY AND COUNTY OF DENVER)	
Greg Nibert Jr., of lawful age, and being first duly sworn upon his oath and declares:	, states
That he is an attorney for Kerr-McGee Oil & Gas Onshore LP, and before September 3, 2015, he caused a copy of the attached Applicate deposited in the United States Mail, postage prepaid, addressed to the partific Exhibit A to the Application.	ation to be
Greg Nibert Jr.	
Subscribed and sworn to before me August 27, 2015.	
Witness my hand and official seal.	
My commission expires: $1-21-2017$.	