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

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)
) Cause No
) Docket No
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APPLICATION

BP America Production Company ("Applicant"), by and through its attorneys, Holland & Hart LLP, respectfully submits this Application to the Oil and Gas Conservation Commission of the State of Colorado (the "Commission") for an order pooling all interests for the development of the Fruitland Coal Formation for the Martinez A #1 Well, API No. 05-067-09823; Martinez A #2 Well, API No. 05-067-09826; Martinez A #3 Well, API No. 05-067-09822; and Martinez A #4 Well, API No. 05-067-09827 ("Wells") on the following described lands:

Township 33 North, Range 8 West, N.M.P.M. Section 4: S½

La Plata County, Colorado ("Application Lands").

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

- 1. Applicant, Operator No. 10000, is a corporation duly authorized to conduct business in the State of Colorado and is an operator in good standing with the Commission.
 - 2. Applicant owns a leasehold interest in the Application Lands.
- 3. On June 17, 1988, the Commission issued Order No. 112-60, which, among other things, established 320-acre drilling and spacing units for the production of gas from the Fruitland coal seams underlying certain lands, including the Application Lands, with the permitted well located, when north of the north line of Township 32 North, in the NW¼ and SE¼ of the section, and south of the north line of Township 32 North, in the NE¼ and SW¼ of the section, and no closer than 990 feet to any outer boundary of the section, nor closer than 130 feet to any interior guarter section line.
- 4. On September 7, 1988, but effective as of August 15, 1988, the Commission issued Order No. 112-61, which, among other things, amended Order No. 112-60 to allow for the drilling of the first well in the drilling and spacing unit for

certain lands, including the Application Lands, not in the permitted location, but rather in the other quarter section, and established additional field rules for the Fruitland coal seams.

- 5. Effective as of December 17, 1990, the Commission issued Corrected Order No. 112-85, which, among other things, amended Order No. 112-61 and established additional field rules for the Fruitland coal seams in the 320-acre drilling and spacing units for certain lands, including the Application Lands.
- 6. On July 11, 2000, the Commission issued Order No. 112-157, which, among other things, amended Order Nos. 112-60, 112-61, and 112-85 to allow an optional additional well to be drilled for production of gas from the Fruitland coal seams in the 320-acre drilling and spacing units for certain lands, including the Application Lands, with the permitted well to be located in any undrilled quarter section no closer than 990 feet from the boundaries of the quarter section, nor closer than 130 feet to any interior quarter section line.
- 7. Effective as of July 10, 2006, the Commission issued Order No. 112-190, which, among other things, amended Order No. 112-157 to allow a total of four (4) wells to be drilled for production of gas from the Fruitland coal seams in the 320-acre drilling and spacing units for certain lands, including the Application Lands, with the permitted well to be located no closer than 660 feet to any outer boundary of the unit with no interior line setback, utilizing a common or expanded pad with an existing well such that a total of four (4) Fruitland coal wells pads are authorized in each governmental section.
- 8. Applicant, pursuant to the provisions of C.R.S. § 34-60-116 (6) & (7) and Commission Rule 530., seeks an order pooling all interests including, but not limited to, any nonconsenting interests, in the Wells located in the Application Lands, for the development of the Fruitland Coal Formation.
- 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)(II) are first incurred for the drilling of the Wells to the Fruitland Coal 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 days of the date hereof, as required by Rule 507.b(2), and that at least 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 Wells, and will be provided with the information required by Rule 530. The list of such interested parties is attached hereto as Exhibit A.
- 11. In order to prevent waste and to protect correlative rights, all interests in the Application Lands should be pooled for the orderly development of the Fruitland Coal Formation.

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 Martinez A #1 Well, Martinez A #2 Well, Martinez A #3 Well, and Martinez A #4 Well located in the Application Lands for the development of the Fruitland Coal 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 the costs specified in C.R.S. § 34-60-116(7)(b)(II) are first incurred for the drilling of the Wells to the Fruitland Coal 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 authorized Wells are pooled pursuant to C.R.S. § 34-60-116 and made subject to the cost recovery provisions thereof.
- 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, 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: <u>august 27</u>, 2015

Kurky. Tyler

Holland & Hart LLP

555 17th Street, Suite 3200

Denver, Colorado 80202

(303) 295-8000

eyspencer@hollandhart.com kvtyler@hollandhart.com

Address of Applicant

BP America Production Company

Attn: Debra Bacon

737 North Eldridge Parkway

Houston, TX 77079

VERIFICATION

STATE OF TEXAS)	
COUNTY OF HARRIS)	SS.
that she is Land Manager for BP Ame	rica Pr	t duly sworn upon oath, deposes and says roduction Company and that she has read s therein contained are true to the best of
		Debra Bacon Debra Bacon
Subscribed and sworn to before	me this	s <u>26</u> day of <u>august</u> , 2015.
Witness my hand and official sea	al.	V
My commission expires: <u>Jatober 3</u>	,201	<u>6</u>
ELIZABETH WATERS Notary Public, State of Texas My Commission Expires October 03, 2016		Elizabeth Waters Notary Public

Exhibit A Interested Parties Martinez A (La Plata County)

DD Associate Duradication Commence	Krista K. Benner
BP America Production Company	15685 Cedarbrook Dr.
737 North Eldridge Parkway	Morrison, CO. 80465
Houston, Texas 77079	
Maralex Resources, Inc.	Sagle & Schwab Energy Resources, LLC
P.O. Box 338	190 Kenosha Trail
Ignacio, CO. 81137	Durango, CO 81301
A. H. Wurth and Esther Wurth,	Evangelina Todeschi Anthony Martinez &
joint tenants	Gilbert Martinez Tenants in Common
Address Unknown	3151 W Donald Dr.
	Phoenix, AZ. 85027-5023
Accord Du Lac Partnership, LLLP	Alexa P. Schneider
P.O. Box 36600 Station D	3347 N. Valencia Ln.
Albuquerque, NM 87176	Phoenix, AZ. 85018
Alice Marie Webb	Allen Gano
2475 County Road 311	Address Unknown
Ignacio, CO 81137	
Betty A. Pennington	Brett G. Taylor Royalty Trust, a revocable
48255 East 88th Ave.	intervivos trust
Bennett, CO 80102	P.O. Box 9
	Aledo, TX 76008
C. H. Samberg	Caprock Minerals, a Texas general
Address Unknown	partnership
	P.O. Box 17418
	Fort Worth, TX 76102
Carolyn Nielsen Sedberry Revocable Trust	Cecelia Ann Boyd Hollingsworth
dated August 27, 2013	700 E Randall St.
901 Laurel Circle SE	Beeville, TX. 78102-3637
Albuquerque, NM 87108	·
CEEFAM LLC	Cherokee Minerals
3117 Hyder, SE	P.O. Box 222
Albuquerque, NM 87106	Longview, TX 75606
Cyrene L. Inman, successor trustee of the	De Lafosse Properties, Ltd., a Texas
Cyrene Inman Trust created under	limited partnership
Agreement dated January 26, 1994	P.O. Box Drawer 787
6844 Rio Grande Boulevard NW	Albany, TX 76430
Albuquerque, NM 87107	
De Lafosse Properties, Ltd., a Texas	Devon G. Smith aka Devon G. Phillips
limited partnership	12 Hoffses Drive
P.O. Box 2530	Camden, ME 04843
Albany, TX 76430	Camach, Mc 07073
Albally, IA 70430	

Douglas Cameron McLeod	E. J. Wine and Joyce A. Wine, tenants-in-
955 Westcott, No. 155	common
Houston, TX 77007	3756 Hurlbut Circle
	Lake Wales, FL. 33898
Debra A. Williams, Successor in interest	Cynthia R. Terwort, Successor in interest
to E.R. Boyd, Jr., deceased	to E.R. Boyd, Jr., deceased
3506 McCreary Rd.	P.O. Box 343
Plano, TX. 75002	Yantis, TX. 75497
Barry W. Boyd, Successor in interest to	ECAP III & Company
E.R. Boyd, Jr., deceased	420 Throckmorton, Suite 710
P.O. Box 203	Fort Worth, TX 76102-3724
Mead, OK. 73449	
Elsie M. King and Jack Manildi, joint	Emma Luceria Bond a/k/a Emma L. Bond
tenants	Address Unknown
Address Unknown	
Southland Royalty Company, LLC., a	Ernest Cole and Clara Cole, joint tenants
Delaware Limited Liability Company	Address Unknown
400 West 7th Street	
Fort Worth, TX. 76102	
Field H. Griffith	First Trax, LLC
5972 Old Greenway Drive	P.O. Box 2471
Glen Allen, VA 23059	Durango, CO. 81301
Gary H. Pace Management Trust	George W. Umbach a/k/a George William
420 Throckmorton, Suite 710	Umbach
Fort Worth, TX 76102-3724	208 RH Carr Road
,	Manchester, TN 37355
Boulders Royalty Corp.	H. R. Stasney & Sons, Ltd.
P.O. Box 7808	Drawer 1826
Dallas, TX. 75209	Albany, TX 76430
H. R. Stasney & Sons, Ltd.	Harwell Partnership
PO 3190	40 Sara Sue Lane
Albany, TX 76430	Wichita Falls, TX 76302
Helen Neuhoff Butler	J. C. Pace Ltd., a Texas limited
5440 Baca Raton Drive	partnership
Dallas, TX 75229	420 Throckmorton, Suite 710
	Fort Worth, TX 76102-3724
J.C. Pace III and Alexandra Ann Pace	James E. Hatfield and Reed E. Hatfield,
Schneider, as Co-trustees of the Ann	Co-Trustees of the James E. Hatfield -
Underwood Pace Marital Trust	Colorado 2006 Living Trust
420 Throckmorton, Suite 710	14232 Marsh Lane #330
Fort Worth, TX 76102-3724	Addison, TX 75001
Jay E. Weishel	Jennifer P. Wolfe
2475 CR 311	420 Throckmorton, Suite 710
Ignacio, CO 81137	Fort Worth, TX. 76102-3724
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Jennifer P. Wolfe	Joe B. Neuhoff Family Partnership, Ltd., a
1715 Western	Texas limited partnership
Fort Worth, TX. 76107	10030 Meadowbrook Drive
	Dallas, TX. 75229-6609
Joe K. Pace Management Trust	Joe Prokesh and Dorothy Mozell Prokesh,
420 Throckmorton, Suite 710	tenants-in-common
Fort Worth, TX. 76102-3724	2514 Addison Ave.
	Scottsbluff, NE. 69361
Joseph E. & Twila M. Goodding Living	Karin Dale Nielsen, Trustee of the R.B.
Trust dated July 12, 1989, Twila M.	Nielsen Trust
Goodding, Trustee	1200 Danbury Drive
1009 Crestview Circle	Mansfield, TX. 76063
Farmington, NM. 87401	manished, i.m. 70000
Kimbell Art Foundation, a Texas non-	LA Roach O & G, Ltd., a Texas limited
profit corporation	partnership
301 Commerce Street	100 Throckmorton, Suite 480
Fort Worth, TX 76102-4122	Fort Worth, TX. 76102-3724
Lawrence B. Neuhoff	Leigh S. Taylor
4437 Stanford	
	420 Throckmorton, Suite 710
Dallas, TX. 75225	Fort Worth, TX. 76102-3724
Lowry Energy Partners, a Texas general	Mary Hayden
partnership	6635 N. 66th Place
1106 Aspen Court	Paradise Valley, AZ. 85253
Rockwall, TX. 75087	
Mary Hayden	Neuhoff-Taylor Royalty Company, a
25199 Carlsbad Ave.	Texas general partnership
Davis, CA. 95616	P.O. Box 9
	Aledo, TX. 76008
Oliver W. LaChapelle, Sr., and Mary	Paul Pfrimmer and Hulda Pfrimmer, joint
March LaChapelle, joint tenants	tenants
Address Unknown	Address Unknown
Pennies from Heaven, LLC, a New Mexico	Prince R. Walker and Gene P. Walker,
limited liability company	joint tenants
901 Rio Grande Blvd NW Ste 222-B	Address Unknown
Albuquerque, NM 87104	
R. Louis & Farren O. Webb	RHB Enterprises, LLC, a New Mexico
2301 C.R. 311	limited liability company
Ignacio, CO. 81137	6729 Academy Road NE, Suite D
,	Albuquerque, NM 87109
Robert A. Brown	Robert C. Grable
P.O. Box 147	201 Main Street, Suite 2500
Delta, CO. 81416	Fort Worth, TX. 76102
2 3.13, 001 02 120	1011 1101011 170 70102

Marie Christine Garland	Robert W. Selig, Jr.
1201 Tullison Rd #304	PO Box 56394
Kansas City, MO. 64116	Hayward, CA. 94545
Robert W. Umbach Cancer Foundation,	Sarah S. Lamensdorf
Inc., a New Mexico not for profit	420 Throckmorton, Suite 710
corporation	Fort Worth, TX. 76102-3724
P.O. Box 110	
Farmington, NM. 87499	
SG Interests V, Ltd.	Shelley Gale Griffith
100 Waugh Dr. Suite 400	48 Mile square road
Houston, TX. 77007	Phillips ME. 04966
Stanley J. Webb	Steven L. Nash
2170 Wildhack Rd.	P.O. Box 181
Bainbridge, GA. 39819	Marble Falls, TX 78654-0181
Stokes A. Bennett and Lovilla P. Bennett,	T.R. Production, Inc.
joint tenants	802 Mohawk,
Address Unknown	burkburnett, TX. 76354
The Marcia Berger Educational	The Roach Foundation, a Texas non-profit
Foundation	corporation
P.O. Box 6603	100 Throckmorton, Suite 480
Albuquerque, NM 87125	Fort Worth, TX. 76102-3724
WCB Investments, LLC, a New Mexico	Westmeath Corp.
limited liability company	P.O. Box 711
6729 Academy Road NE, Suite D	Farmington, NM. 87499
Albuquerque, NM 87109	
iMinerals, LLC, a Colorado Limited	WWR Enterprises, Inc.
Liability Company	8381 E. Wrightstown
5 Inverness Drive East	Tucson, AZ 85715
Englewood, CO. 80112	

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

IN THE MATTER OF THE APPLICATION OF BP AMERICA PRODUCTION COMPANY FOR AN ORDER POOLING ALL INTERESTS IN A 320-ACRE DRILLING AND SPACING UNITFOR THE FRUITLAND COAL FORMATION LOCATED IN SECTION 4, TOWNSHIP 33 NORTH, RANGE 8 WEST, IN LA PLATA COUNTY, COLORADO	R) A) Cause No T) N) Docket No 3)
AFFIDAVIT OF	MAILING
STATE OF COLORADO)	
CITY AND COUNTY OF DENVER)	
Elizabeth Y. Spencer, of lawful age, a states and declares:	nd being first duly sworn upon her oath,
That she is an attorney for BP America August 28, 2015, she will have caused a deposited in the United States Mail, postage particular Exhibit A to the Application.	a Production Company, that on or before copy of the attached Application to be prepaid, addressed to the parties listed on
	Elizabeth Y. Spencer
Subscribed and sworn to before me	August 27, 2015.
Witness my hand and official seal.	
DEBRA L. MAHURON NOTARY PUBLIC STATE OF COLORADO NOTARY ID 19874124698 MY COMMISSION EXPIRES 10/30/2017	Delra L. Mahuen Notary Public