

**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 400-ACRE DESIGNATED
HORIZONTAL WELLBORE SPACING UNITS
ESTABLISHED FOR SECTIONS 13 AND 24,
TOWNSHIP 2 NORTH, RANGE 68 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 400-acre horizontal wellbore spacing units established for certain portions of Sections 13 and 24, Township 2 North, Range 68 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 2 North, Range 68 West, 6th P.M.

Section 13: SW¹/₄

Section 24: NW¹/₄, N¹/₂SW¹/₄

Wellbore Spacing Unit ("WSU") Nos. 1-3

400 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 400-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. Johnson Trust #5 Well (API No. Pending) – Codell Formation – WSU #1;
- b. Johnson Trust #6 Well (API No. Pending) – Niobrara Formation – WSU #2;
and
- c. Johnson Trust #7 Well (API No. Pending) – Codell 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 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 §34-60-116(7)(b), C.R.S. are first incurred for the drilling of the Subject Wells within WSU Nos. 1-3.

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. The undersigned certifies that copies of this Application will be served on each interested party as required by Rule 507 within seven (7) days of the filing hereof, 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, effective as of the earlier 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 within WSU Nos. 1-3.

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 27 day of August, 2015.

Respectfully submitted,

EXTRACTION OIL & GAS LLC

By: 
James Parrot
Jillian Fulcher
Beatty & Wozniak, P.C.
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Denver, Colorado 80202
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jfulcher@bwenergyllc.com

Address of Applicant
Extraction Oil & Gas LLC
ATTN: Jason Lowrey
370 17th Street, Suite 5300
Denver, CO 80202

VERIFICATION

STATE OF COLORADO)
) ss.
CITY & COUNTY OF DENVER)

Jason Lowrey, Senior Landman for Extraction Oil & Gas LLC, upon oath deposes and says that he has read the foregoing Application and that the statements contained therein are true to the best of his knowledge, information and belief.

EXTRACTION OIL & GAS LLC



Jason Lowrey

Subscribed and sworn to before me this 27th day of August, 2015, by Jason Lowrey, Senior Landman for Extraction Oil & Gas LLC.

Witness my hand and official seal.

My commission expires: October 4th, 2017

ANDREW STOUT
NOTARY PUBLIC
STATE OF COLORADO
NOTARY ID 20134064176
COMMISSION EXPIRES OCT. 04, 2017



Notary Public

Exhibit A

Reference Map for Pooling Application

Township 2 North, Range 68 West, 6th P.M.

Section 13: SW $\frac{1}{4}$

Section 24: NW $\frac{1}{4}$, N $\frac{1}{2}$ SW $\frac{1}{4}$



EXHIBIT A

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 A.

C & M RESOURCES LLC
16 SUNSET CIRCLE
LONGMONT, CO 80501

CARLA J. HOBBS
2402 OLD US HIGHWAY #91
CASCADE, MT 59421

CHARLOTTE SMITH
4800 WILLIAMSBURG PLACE
AMARILLO, TX 79119

D. A. MCCALL AND KURT A. SOMMER,
AS TRUSTEES OF THE JACK AND
ROSE MARIE BEATY
REVOCABLE TRUST U/T/A/D
DECEMBER 14, 1984
703 OSUNA NE, SUITE 6
ALBUQUERQUE, NM 87113

ENCANA OIL & GAS (USA) INC.
370-17 STREET, SUITE 1700
DENVER, CO 80202

ERROL J. MCBRIDE, AS TRUSTEE OF
THE
LENA MAE GRANT IRREVOCABLE
TRUST
4880 WEST DIVISION ROAD
CRAWFORDSVILLE, IN 47933

EXTRACTION OIL & GAS, LLC
370-17 STREET, SUITE 5300
DENVER, CO 80202

JUDITH ANN GORDON
71 LAKESHORE
IRVINE, CA 92604

KERR-MCGEE OIL & GAS ONSHORE LP
1099 18TH STREET
DENVER, CO 80202

LINDA JO CAMPBELL
3206 S. COUNTY ROAD 29
LOVELAND, CO 80537

LOREN E. SMITH
2450 CENTRAL AVE., SUITE A-1
BOULDER, CO 80301

MARGARET C. GEROSIN, AS TRUSTEE
OF THE
MARGARET C. GEROSIN TRUST,
DATED NOVEMBER 14, 2012
7322 MANATEE AVENUE WEST #334
BRADENTON, FL 34209

MARTIN J. FREEDMAN R&M LLP
P.O. BOX 631999
LITTLETON, CO 80163

MICHAEL L. CAMPBELL
2962 LAKE DRIVE
LOVELAND, CO 80538

NOBLE ENERGY, INC.
ATTN: COGCC LAND COORDINATOR
1625 BROADWAY, SUITE 2200
DENVER, CO 80202

PAUL S. REEP AND JOAN B. REEP
2653 SPRUCE ST.
BOULDER, CO 80302

PIRTLE PROPERTIES, L.P.
3006 CONCORD
TYLER, TX 75701

REARDEN MINERALS LLC
5914 W. COURTYARD DR., SUITE 200
AUSTIN, TX 78730

RICHARD N. GORDON
6825 EAST TENNESSEE AVENUE
BUILDING 1, SUITE 235
DENVER, CO 80224

ROBERT E. GORDON
5602 SOUTHMOOR LANE
ENGLEWOOD, CO 80111

ROBERT S. PIRTLE
P.O. BOX 1310
TYLER, TX 75710

STEVEN A. CAMPBELL
13912 N. COUNTY ROAD 7
WELLINGTON, CO 80549

SUSAN J. TROUDT
2134 BLUEBELL AVE.
GREELEY, CO 80631

TIAGO CORPORATION
P.O. BOX 31
LITTLETON, COLORADO

VIRGINIA S. GALLOWAY
3400 SOUTH IVY WAY
DENVER, CO 80222

VSL LLC
600 17TH STREET, SUITE 2800 SOUTH
DENVER, CO 80202

WESTERN OIL AND MINERALS
LIMITED
P.O. DRAWER 1228
FARMINGTON, NM 87499