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

IN THE MATTER OF AN APPLICATION BY KERR-MCGEE OIL & GAS ONSHORE LP FOR AN ORDER POOLING ALL INTERESTS IN AN APPROXIMATE 240-ACRE DESIGNATED HORIZONTAL WELLBORE SPACING UNIT ESTABLISHED FOR CERTAIN PORTIONS OF SECTIONS 9, 16 AND 21, TOWNSHIP 2 NORTH, RANGE 65 WEST, 6TH P.M., FOR THE DEVELOPMENT/OPERATION OF THE NIOBRARA FORMATION, WATTENBERG FIELD, WELD COUNTY, COLORADO

CAUSE NO. 407

DOCKET NO. To be assigned

APPLICATION

Kerr-McGee Oil & Gas Onshore LP, Operator No. 47120 ("Kerr-McGee" 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 (the "Commission") for an order pooling all interests in an approximate 240-acre horizontal wellbore spacing unit established for certain portions of Sections 9, 16 and 21, Township 2 North, Range 65 West, 6th P.M., for the 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:

Township 2 North, Range 65 West, 6th P.M.

Section 9: SW1/4SE1/4

Section 16: W½E½

Section 21: NW1/4NE1/4

Wellbore Spacing Unit ("WSU") No. 1

These lands are hereinafter collectively 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 an approximate 240-acre horizontal wellbore spacing unit, comprised of the Application Lands, for the below-described well, for the production of oil, gas and associated hydrocarbons from the Niobrara Formation. Applicant notified all owners in the proposed horizontal wellbore spacing unit pursuant to Rule 318A.e.(5). Applicant did not receive objections to the establishment of the proposed horizontal wellbore spacing unit within the 30-day response period:
 - a. Cook 2G-16HZ Well (API No. Pending) Niobrara Formation WSU No. 1.

This well is hereinafter referred to as the "Subject Well."

- 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 WSU No. 1 established for the Application Lands, for the development and operation of the Niobrara Formation.
- 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 Well within WSU No. 1.
- 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 the Subject Well, 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 the Subject Well.
- 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 WSU No.1 established for the Application Lands, for the development and operation of the Niobrara Formation, 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 Well within WSU No.1.

- 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 the Subject Well, 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 the Subject Well.
- 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,

KERR-MCGEE OIL & GAS ONSHORE LP

James Parrot

Jillian Fulcher

Beatty & Wozniak, P.C. Attorneys for Applicant

216 16th Street, Suite 1100

Denver, Colorado 80202

(303) 407-4499

jparrot@bwenergylaw.com jfulcher@bwenergylaw.com

Address of Applicant
Kerr-McGee Oil & Gas Onshore LP
ATTN: Jay Errebo
1099 18th Street, Suite 1800
Denver, Colorado 80202

VERIFICATION

STATE OF COLORADO		
CITY & COUNTY OF DENVER) ss.)	
	AcGee Oil & Gas Onshore LP, upon oath depoing Application and that the statements contabledge, information and belief.	
	KERR-MCGEE OIL & GAS ONSHORE LP Jay Errebo	
Subscribed and sworn to befo Errebo, Landman for Kerr-McGee Oil &	re me this $\frac{27^{\text{Cl}}}{}$ day of August, 2015, by & Gas Onshore LP.	[,] Jay
Witness my hand and official se	al.	
My commission expires: _01/	31/2017	
andre Fallo	Notary Public	

AMBER NICHOLE FALBO
NOTARY PUBLIC
STATE OF COLORADO
NOTARY ID 20094024567
MY COMMISSION EXPIRES 07/31/2017

Exhibit A

Reference Map for Pooling Application

1	6	5	4	3	2	.1
12	7	8	9	10	11	12
13	18	17	16	15	14	13
24	19	20	2N6 21	5W- 22	23	24
25	30	29	28	27	26	25

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

IN THE MATTER OF AN APPLICATION BY KERR-MCGEE OIL & GAS ONSHORE LP FOR AN ORDER POOLING ALL INTERESTS IN AN APPROXIMATE 240-ACRE DESIGNATED HORIZONTAL WELLBORE SPACING UNIT ESTABLISHED FOR CERTAIN PORTIONS OF SECTIONS 9, 16 AND 21, TOWNSHIP 2 NORTH, RANGE 65 WEST, 6TH P.M., FOR THE DEVELOPMENT/OPERATION OF THE NIOBRARA FORMATION, WATTENBERG FIELD, WELD COUNTY, COLORADO

CAUSE NO. 407

DOCKET NO. 151000626

AFFIDAVIT OF MAILING

STATE OF COLORADO)
) ss
CITY AND COUNTY OF DENVER)

Chanda Thomsen, of lawful age, and being first duly sworn upon her oath, states and declares:

That she is a Legal Assistant at Beatty & Wozniak, P.C., attorneys for Kerr-McGee Oil & Gas Onshore LP, and on or before September 3, 2015, caused a copy of the attached Application to be deposited in the United States Mail, postage prepaid, addressed to the parties listed on <u>Exhibit A</u> attached hereto.

Chanda Thomsen

Subscribed and sworn to before me this 3^{4} day of September, 2015.

Witness my hand and official seal.

TERESA L. PETERSON
NOTARY PUBLIC
STATE OF COLORADO
NOTARY ID 19984002026
MY COMMISSION EXPIRES OCT.4, 2017

Notary Public

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.

ANADARKO E&P ONSHORE LLC 1099 18TH STREET, SUITE 1800, DENVER, CO 80202

ARGONAUT VENTURES, LLC PO BOX 4210 GRAND JUNCTION CO 81501

B F ALBRITTON, LLC PO BOX 2016 GRAHAM TX 76450

BIRMINGHAM CORPORATION 1800 CANYON PARK CIRCLE #201 EDMOND OK 73013

BRENDA KAY HAFFNER 23510 WCR 6 HUDSON CO 80642

CANDACE BLACK 879 S. 14TH AVE. BRIGHTON, CO 80601

CRAIG E. RITCHEY AND MARY C. RITCHEY 14031 SABLE BLVD BRIGHTON CO 80601

CREEDE EXPLORATION, INC. 2429 S EARL RUDDER FREEWAY #100 COLLEGE STATION TX 77845

DARRELL D. NICHOLS P.O. BOX 962 TOWNSEND, MONTANA 59644

DAVID KNIEVEL 2381 N I-76 FRONTAGE ROAD WIGGINS CO 80654

DAVID WESLEY RITCHEY 2941 M ROAD A WIGGINS CO 80654

DEVISEES OF THE ESTATE OF ROBERT G. MCKINSTER, DECEASED 13561 SABLE BLVD BRIGHTON CO 80601 DONELLE J. KAUFFMAN 5664 VISTANCIA CT. PARKER, CO 80134

DORIS J. ADAMS 5697 COUNTY ROAD 47 TORRINGTON, WY 82240

E G ENERGY, LLC PO BOX 6244 LEAWOOD KS 66206

ELLA K. HEITMAN 18860 WCR 31 PLATTEVILLE CO 80651

FBO INVESTMENTS, LLP PO BOX 4210 GRAND JUNCTION CO 81501

G. E. ROGERS, LLC PO BOX 2016 GRAHAM TX 76450

GLENNA LOUISE MARRS AND RONALD WAYNE MARRS, CO-TRUSTEES 376 GILMORE GULCH LARAMIE, WY 82070

GRACE CAMPBELL 9517 WELD COUNTY ROAD 41 FORT LUPTON, CO 80621

GRANT A. RITCHEY AND DAWN D. RITCHEY 13408 WCR 43 HUDSON CO 80642

H.M. BETTIS, INC. PO BOX 1240 GRAHAM TX 76450

HERMAN A. FLADER T/U/W, FBO CASEY REED, US BANK, NA, TRUSTEE P.O. BOX 1588 TULSA, OK 74101

HERMAN A. FLADER T/U/W, FBO LAURA BRITT, US BANK, NA, TRUSTEE P.O. BOX 1588 TULSA, OK 74101 HTP PRODUCING COMPANY 1320 LAKE STREET FORT WORTH TX 76102

JAMES E. FRANK 2309 KIRKVIEW DRIVE LOVELAND CO 80538

JIM DE FENDER, F/K/A JIMMY EUGENE FENDER 22809 E ALAMO LANE AURORA CO 80015

JOEL EUGENE RITCHEY 22227 WCR 30 HUDSON, CO 80642

JOHNNY SHERRILL DUNAGAN 1341 BIRCHIM LN. BISHOP, CA 93514

KAREN RITCHEY CALDWELL AND TIM S. CALDWELL, CO-TRUSTEES OF THE REVOCABLE INTER VIVOS TRUST OF KAREN RITCHEY CALDWELL DATED JUNE 21, 2001 2249 E 32ND STREET TULSA OK 74105

KENNETH L. FENDER 6241 WHIRLWIND DR. COLORADO SPRINGS, CO 80923

KENNETH LEE POWERS AND ELIZABETH POWERS, CO-TRUSTEES UNDER THE POWERS LIVING TRUST, 8/4/1992 1200 MIRA MAR AVE MEDFORD OR 97504-8554

KERMIT DEAN HEITMAN 15422 WCR 6 FORT LUPTON CO 80621

KERR-MCGEE OIL & GAS ONSHORE LP 1099 18TH STREET, SUITE 1800 DENVER, CO 80202

KIM MARIE WOLF 6925 WCR 63 KEENESBURG CO 80643

KLB ENERGY, LLC 917 PARK STREET GRAHAM TX 76450

LANDES PROPERTIES, INC. 6850 TPC DRIVE SUITE 202 MCKINNEY TX 75070

LEIGH ANN GERK 2701 VALLEY OAK DRIVE LOVELAND CO 80538 LILY L. BINGHAM 5740 MAGNOLIA STREET COMMERCE CITY CO 80022

LYLE M. NICHOLS 14787 CR E ORDWAY CO 80642

MARY G. NICHOLS 1817 13TH STREET GREELEY CO 80631

MAYNARD W. NICHOLS AND ROY MYLES NICHOLS JR 11225 WELD COUNTY ROAD 39 HUDSON, CO 80642

MCLISH RESOURCES LP, LLP 633 17TH STREET SUITE 1650 DENVER CO 80202

MELISSA A. KNIEVEL-NATANSON 12300 MONTECITO ROAD #17 SEAL BEACH CA 90740

NANCY BROWN RANDOLPH, A/K/A NANCY ANN RANDOLPH 1906 15TH AVENUE LONGMONT CO 80501

OGLE ENTERPRISES, LLC PO BOX 4210 GRAND JUNCTION CO 81502

ORVILLE L. THOMASON 20529 WCR 22 HUDSON CO 80642

PIVONKA ROYALTY LP 6850 TPC DRIVE SUITE 202 MCKINNEY TX 75070

REBECCA A. SCOTT 21940 291ST AVENUE FORT PIERRE SD 57532

RECCE INVESTMENTS, LLC 1300 FISHER GRAHAM TX 76450

RIO BRAZOS MINERAL COMPANY, LLC PO BOX 2017 GRAHAM TX 76450

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ROXANNE L. MACE 2950 SEDONA HILLS DR. LOVELAND, CO 80537 SANDRA K. SACK P.O. BOX 54 BRIGHTON, CO 80601

SCOTT T. FRANK 1269 HILLTOP CIRCLE WINDSOR CO 80550

SHAROL BLACK 879 S. 14TH AVE. BRIGHTON, CO 80601

SONIC MINERALS, L.P. PO BOX 1240 GRAHAM TX 76450

SONJA DEE DUNAGAN, N/K/A SONJA DEE TRIPP 30022 MCKENNA HEIGHTS CT. VALLEY CENTER, CA 92082-7697 TC ENERGY, LLC PO BOX 2016 GRAHAM TX 76450

THOMAS HILL PUFF 1320 LAKE STREET FORT WORTH TX 76102

TOM PUFF, INC. 1320 LAKE STREET FORT WORTH TX 76102

TRINITY RESOURCES, LLC 1520 W. CANAL CT. SUITE 220 LITTLETON, CO 80120

VAN EARL DUNAGAN P.O. BOX 1576 CRESCENT CITY, CA 95531