

**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 29 AND 30, TOWNSHIP 5  
NORTH, RANGE 63 WEST, 6<sup>TH</sup> P.M., FOR THE  
CODELL FORMATION, WATTENBERG FIELD,  
WELD COUNTY, COLORADO

CAUSE NO. 407

DOCKET NO.

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 R&R Farms 29i-401 Well (API No. 05-123-41634) ("Well"), for the development of the Codell Formation on the following described lands:

Township 5 North, Range 63 West, 6<sup>th</sup> P.M.

Section 29:  $W\frac{1}{2}W\frac{1}{2}$

Section 30:  $E\frac{1}{2}E\frac{1}{2}$

320 acres, more or less, Weld County, Colorado.

Hereinafter "Application Lands"

In support thereof, Applicant states and alleges as follows:

1. Applicant is a corporation duly authorized to conduct business in the State of Colorado, and is a registered operator in good standing with the Commission.
2. Applicant owns certain leasehold interests in 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.

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 March 5, 2012, the Commission entered Order No. 407-573, which among other things, approves the request for an order to pool all interests in an approximate 160-acre designated wellbore spacing unit, for the development of the Codell and Niobrara Formations. Order No. 407-573 does not affect this Application.

6. On July 29, 2013, the Commission entered Order No. 407-839, which among other things, approves the request for an order to pool all interests in four (4) approximate 160-acre designated wellbore spacing units, for the development of the Codell-Niobrara Formation. Order No. 407-839 does not affect this Application.

7. On September 14, 2015, the Commission entered Order No. 407-1433, which among other things, approves the request for an order to pool all interests in an approximate 320-acre designated horizontal wellbore spacing unit, for the development of the Codell-Niobrara Formation. Order No. 407-1433 does not affect this Application.

8. On October 26, 2015, the Commission entered Order No. 407-1469, which among other things, approves the request for an order to pool all interests in an approximate 320-acre designated horizontal wellbore spacing unit, for the development of the Codell Formation. Order No. 407-1469 does not affect this Application.

9. Applicant designated the 320-acre Wellbore Spacing Unit for the production of oil, gas, and associated hydrocarbons from the Codell Formation pursuant to Rule 318A and notified the appropriate parties under Rule 318A.

10. 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 Codell Formation underlying the following approximate 320-acre Wellbore Spacing Unit:

Township 5 North, Range 63 West, 6<sup>th</sup> P.M.

Section 29: W $\frac{1}{2}$ W $\frac{1}{2}$

Section 30: E $\frac{1}{2}$ E $\frac{1}{2}$

(throughout as "Wellbore Spacing Unit").

11. 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 Codell Formation on the Application Lands.

12. 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.

13. 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 Codell 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 Codell 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 Codell 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 Codell 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 January 2016, 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.

Dated: November 25, 2015.

Respectfully submitted:

**PDC ENERGY, INC.**

By:

  
\_\_\_\_\_

Jamie L. Jost

Zachary P. Sears

Burleson LLP

Attorneys for Applicant

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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                    )  
  ) ss.  
CITY AND COUNTY OF DENVER        )

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.

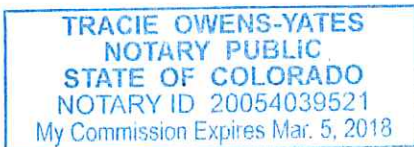


\_\_\_\_\_  
Josh Wagner  
Senior Regional Landman  
PDC Energy, Inc.

Subscribed and sworn to before me this 24<sup>th</sup> day of November 2015.

Witness my hand and official seal.

[SEAL]



My commission expires: 3/5/2018

  
\_\_\_\_\_  
Notary Public



**Exhibit A**  
**FP – R&R Farms 29i-401**

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

Betty Hatfield  
P.O. Box 31  
Kersey, CO 80644

Double Eagle Energy Rockies, LLC  
1401 Ballinger Street, Suite 203  
Fort Worth, TX 76102

Janice Hubbard  
3920 S. Placitade De La Moneda  
Green Valley, AZ 85622

Encana Oil & Gas, (USA) Inc.  
370 17th St., Suite 1700  
Denver, CO 80202

Twyla Louise Jorgensen  
911 S. Hickory Street  
Sapulpa, OK 74066

Grizzly Petroleum Company, LLC  
1801 Broadway, Suite 500  
Denver, CO 80202

Henry, a/k/a Henry M. Karre  
P.O. Box 42  
Nunn, CO 80648

Bill Barrett Corporation  
1099 18th Street, Suite 2300  
Denver, CO 80202

Holly Ann King  
339 50th Avenue Place  
Greeley, CO 80634

Polus, Inc.  
290 Wilmont Road  
New Rochelle, NY 10804

Eleanor Jo Anne McCargar  
20427 MCR 3  
Wiggins, CO 80654

Anadarko E&P Onshore LLC  
1099 18th Street, Suite 1800  
Denver, CO 80202

Judy A. Ord  
1955 Highway 136  
Guide Rock, NE 68942

Nancy Colleen Baird  
P.O. Box 1634  
Weldon, CA 93283

Herman and Dorothy Peterson, JT  
30584 WCR 380  
Kersey, CO 80644

Baybayan, LLC  
2620 S. Maryland Pkwy, #170  
Las Vegas, NV 89109

LeRoy D. and Patty A. Peterson, JT  
43776 US Highway 34  
Orchard, CO 80649

Michael J. Bernhardt  
200 N. 35th Ave, Lot 110  
Greeley, CO 80634

Rita Faye Peterson  
211 Main Street,  
P.O. Box 132  
Kilgore, NE 69216

Joyce Cloer  
4605 Centre Ct.  
Rogers, AK 72758

Bill Peterson  
1604 N. Oak Street  
Burnett, TX 78611

Magnus Eugene Tappan  
1137 E. Racine Drive  
Casa Grande, AZ 85122

Larry Peterson  
15251 Weld County Road 86  
Pierce, CO 80650

Twyla Anna Marie Karre Trust,  
Cache Bank and Trust, Trustee  
4601 West 20th Street  
Greeley, CO 80634

Richard Peterson  
230 Dancer Road  
Arthur, NE 69121

Preston Henry Lee Karre Trust  
4012 Maverick Lane  
Evans, CO 80620

Cody P. Peterson  
22971 County Road 53  
Kersey, CO 80644

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Greeley, CO 80634

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North Hills, CA 91343