BEFORE THE OIL AND GAS CONSERVATION CORES EN ED OF THE STATE OF COLORADO

JUL 1 9 2016

IN THE MATTER OF THE **AMENDED** APPLICATION OF EXTRACTION OIL & GAS, LLC **POOLING** FOR ΑN ORDER INTERESTS IN THE CODELL AND NIOBRARA FORMATIONS IN SIX 640-ACRE WELLBORE SPACING UNITS COVERING CERTAIN LANDS IN SECTIONS 31 AND 32, TOWNSHIP 6 NORTH, RANGE WEST, 65 6TH P.M.. WATTENBERG FIELD. WELD COUNTY, COLORADO.

Cause NCOGCC

Docket No. 160800337

Type: POOLING

AMENDED APPLICATION

Extraction Oil & Gas, LLC ("Extraction" or "Applicant"), Operator No. 10459, by its attorneys, Welborn Sullivan Meck & Tooley, P.C., respectfully submits this **AMENDED** Application to the Oil and Gas Conservation Commission of the State of Colorado ("Commission" or "COGCC") for an order pooling all interests in six approximate 640-acre wellbore spacing units ("WSU") established for the N½ of Sections 31 and 32, Township 6 North, Range 65 West, 6th P.M., Weld County, Colorado for the development and production of oil, gas and associated hydrocarbons from the Codell Formation in WSU Nos. 3 and 6 and in the Niobrara Formation in WSU Nos. 1, 2, 4 and 5. In support thereof, the Applicant states as follows:

- 1. Applicant is a limited liability company duly authorized to conduct business in the State of Colorado.
- 2. Applicant owns a leasehold interest in the following lands ("Application Lands"):

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

Section 31: N½
Section 32: N½

Weld County, Colorado.

A reference map of the Application Lands is attached hereto.

1. Rule 318A.a.(4)D. provides, in relevant part, that where a drilling and spacing unit does not exist for a horizontal well, the horizontal wellbore spacing unit shall be comprised of the governmental quarter-quarter sections in which the wellbore lateral penetrates the productive formation as well as any governmental quarter-quarter sections that are located less than four hundred sixty (460) feet from the portion of the wellbore lateral that penetrates the productive zone regardless of section or quarter section lines. Rule 318A.a.(4)D. further provides that a horizontal

wellbore spacing unit may overlap portions of another horizontal wellbore spacing unit or other wellbore spacing unit designated in accordance with subsection a.(4)C. The Application Lands are subject to this Rule.

- 2. Applicant plans to drill and complete the following wells in individual wellbore spacing units covering the Application Lands in the corresponding formation:
 - a. **WSU No. 1:** Wake North 4 well (API No. Pending). Estimated spud date third quarter 2016. Located 2,495 feet FSL and 2,169 feet FEL, Section 32 Township 6 North, Range 65 West, 6th P.M. to produce oil, gas and associated hydrocarbons from the Niobrara Formation;
 - b. WSU No. 2: Wake North 5 well (API No. Pending). Estimated spud date third quarter 2016. Located 2,479 feet FSL and 2,169 feet FEL, Section 32 Township 6 North, Range 65 West, 6th P.M. to produce oil, gas and associated hydrocarbons from the Niobrara Formation;
 - c. WSU No. 3: Wake North 6 well (API No. Pending). Estimated spud date third quarter 2016. Located 2,463 feet FSL and 2,169 feet FEL, Section 32 Township 6 North, Range 65 West, 6th P.M. to produce oil, gas and associated hydrocarbons from the Codell Formation;
 - d. WSU No. 4: Wake North 7 well (API No. Pending). Estimated spud date third quarter 2016. Located 2,447 feet FSL and 2,170 feet FEL, Section 32 Township 6 North, Range 65 West, 6th P.M. to produce oil, gas and associated hydrocarbons from the Niobrara Formation;
 - e. **WSU No. 5**: Wake North 8 well (API No. Pending). Estimated spud date third quarter 2016. Located 2,431 feet FSL and 2,170 feet FEL, Section 32 Township 6 North, Range 65 West, 6th P.M. to produce oil, gas and associated hydrocarbons from the Niobrara Formation; and
 - f. **WSU No. 6:** Wake North 9 well (API No. Pending). Estimated spud date third quarter 2016. Located 2,416 feet FSL and 2,171 feet FEL, Section 32 Township 6 North, Range 65 West, 6th P.M. to produce oil, gas and associated hydrocarbons from the Codell Formation.

Hereinafter, the "Wells."

- 3. Pursuant to the relevant provisions of Section 34-60-116(6) & (7), C.R.S., and COGCC Rule 530, Applicant seeks an order pooling all interests in the Application Lands for the development and operation of the Codell Formation in WSU Nos. 3 and 6 and in the Niobrara Formation in WSU Nos. 1, 2, 4 and 5.
- 4. Applicant certifies that, at least thirty-five (35) days prior to the date of the scheduled protest deadline for this **AMENDED** Application, each owner which Applicant was able to locate, not already leased or voluntarily pooled, will be provided with the well proposals and

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information required by Rule 530 and tendered a reasonable offer to lease (if an unleased mineral owner), or participate and bear costs associated with the drilling and completion of the Wells.

- 5. Applicant requests that a pooling order be entered as a result of this **AMENDED** Application and that it be made effective as of the earlier of the date of this **AMENDED** Application, or the date costs specified in Section 34-60-116(7)(b)(II), C.R.S., are first incurred for the drilling of the wells the Codell Formation in WSU Nos. 3 and 6 and in the Niobrara Formation in WSU Nos. 1, 2, 4 and 5.
- 6. The granting of this **AMENDED** Application would be in accord with the Oil and Gas Conservation Act, found at Section 34-60-101, *et seq.*, C.R.S., and Commission rules.
- 7. The names and addresses of the interested parties (persons who own an interest in the mineral estate of the tracts to be pooled, except owners of overriding royalty interest) are attached hereto and marked Exhibit A. Applicant certifies that copies of the Application were served on all locatable interested parties within seven (7) days of the date thereof, as required by Commission Rule 507.b.(2), and that at least thirty-five (35) days prior to the date of the scheduled protest deadline for this AMENDED Application, each such 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.

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 the Application Lands for the development and operation of the Codell Formation in WSU Nos. 3 and 6 and in the Niobrara Formation in WSU Nos. 1, 2, 4 and 5.
- B. Providing that the pooling order is made effective as of the date of the original Application, or the date that the costs specified in Section 34-60-116(7)(b)(II), C.R.S., are first incurred for the drilling of a well in the Codell Formation in WSU Nos. 3 and 6 and in the Niobrara Formation in WSU Nos. 1, 2, 4 and 5, on the Application Lands, whichever is earlier;
- 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 by operation of statute, pursuant to Section 34-60-116(7), C.R.S., 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 the premises.

Dated this 18th day of July, 2016

Respectfully submitted,

WELBORN SULLIVAN MECK & TOOLEY, P.C.

Ву:_

Joseph C. Pierzchala Chelsey J. Russell

Welborn Sullivan Meck & Tooley, P.C.

Attorney for Applicant

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Denver, CO 80202 303-830-2500

jpierzchala@wsmtlaw.com crussell@wsmtlaw.com

Applicant's Address:

370 17th Street, Suite 5400 Denver, CO 80202

Attn: Drew Stout, Landman Phone: 720-557-8325

VERIFICATION

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

Drew Stout, Landman with Extraction Oil & Gas, LLC, upon oath deposes and says that he has read the foregoing **AMENDED** Application and that the statements contained therein are true to the best of his knowledge, information and belief.

EXTRACTION OIL & GAS, LLC

Drew Stout, Landman

Subscribed and sworn to before me this $\frac{10^{+1}}{2}$ day of **July**, 2016 by Drew Stout, Landman for Extraction Oil & Gas, LLC.

Witness my hand and official seal.

ELLEN TAYLOR BROWN
NOTARY PUBLIC
NOTARY OF COLORADO
NOTARY ID 20144033135
NY COMMISSION EXPIRES AUGUST 22, 2018

Notary Public

My Commission Expires:_

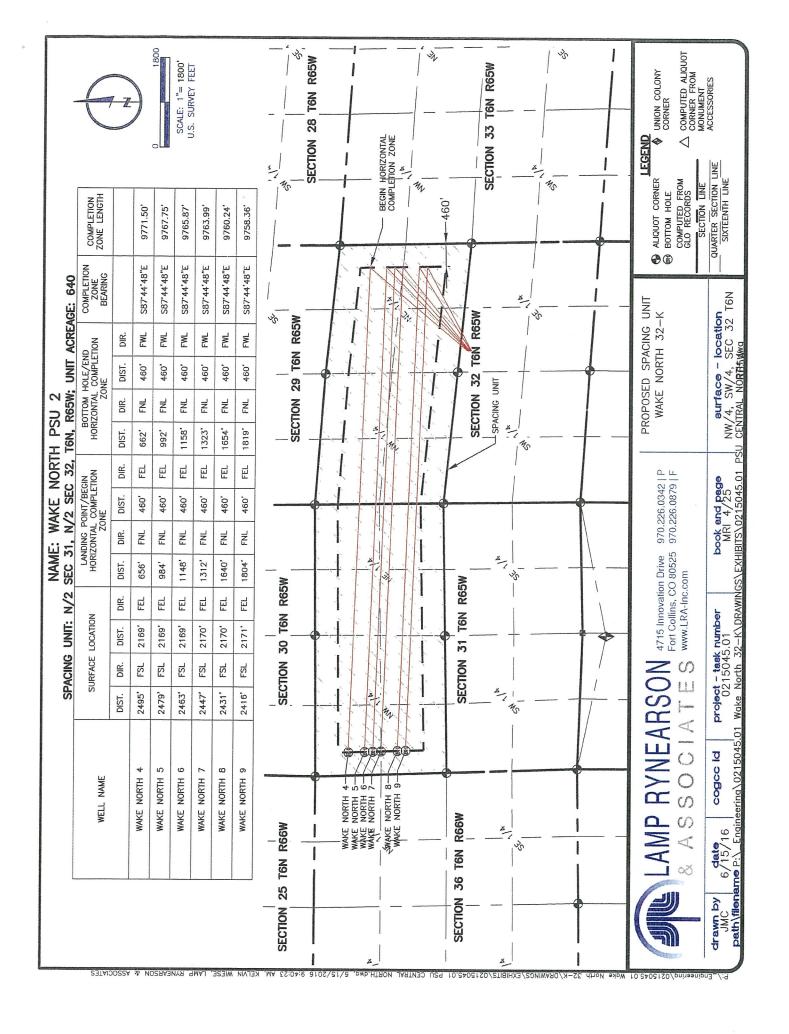
EXHIBIT A

WAKE PSU 2

3 J Farms LLLP Archdiocese of Denver, Inc. Bayswater Blenheim Holdings II, LLC Bayswater Exploration & Production LLC Benjamin P. Gomez and Amparo T. Gomez Betty Walpole Menard BUCKLEN EQUIPMENT CO Carole T. Hummel Properties I, LLC Carolyn Bethanna Thompson Hammen Caspian Holdings LLC Charles L. Johnson Clifton Edward Thompson Colorado Department of Transportation Countryside, Inc. David W. Dahley and Linda K. Faaborg Diane Floyd Donald E. Schwartz and Maxine A. Schwartz Donald L. Brazelton and Carolyn J. Brazelton Donovan Olson and Sharon Olson Estate of Eric Eugene Lundin Estate of Linda Bouse Estate of Robert L. Lundin Extraction Oil & Gas, LLC Greeley Holdings I, LLC Harvey Rathbun and Charmaine Rathbun Hazel I. McDaniel Herbert Holdings, LLLP Hilda L. Willis Howard Williams and Cheryl Williams INCLINE NIOBRARA **PARTNERS** J Quarter Mineral Co. LLC James L. Carter Janis C. Demuth Jeremiah Bullard Jim D. Humphrey Joe F. Thompson Joyce E. Nelson Julia Alicia Ordonez Walpole

Karen Pinkall Kerr-McGee Oil & Gas Onshore LP Larry Schupbach LJC Properties LLC Louise O'Brien Hill MONAGO OPERATING MONFORT OF COLORADO, INC. Myrtle H. Thompson Noble Energy, Inc. NORTH COLORADO MEDICAL CENTER Ole, LLC Otto Romaine Christensen PDC Energy, Inc. R.G. and L.E. Christensen Revocable Trust RA Resources, Inc. Richard John Quaco and Mary L. Quaco Richmark Energy Partners, LLC Robert G. Christensen Ronald A. Brungardt and Ruth Brungardt Russel Lawrence Thompson Ruth M. Wilson Ruth Walpole Thompson Stephen Paul Fisher and Joleta Fisher Swift Beef Company Tad Martin Tanya Lynette Chaka Thomas Flower and Casandra Flower Todd Family Partnership, L.P. Travis Jay Chaka Tri-State Commodities TRP3, LLC United States of America WELD COUNTY Weld County Bi-Products, Wendy Baker Trust William C. Hann and Angela J. Hann William H. Bostrom

> Wake PSU 2 Page 1 of 1



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

IN THE MATTER OF THE APPLICATION OF)	
EXTRACTION OIL & GAS, LLC FOR AN ORDER)	Cause No. 407
POOLING ALL INTERESTS IN THE CODELL)	
AND NIOBRARA FORMATIONS IN SIX 640-)	Docket No. 160800337
ACRE WELLBORE SPACING UNITS)	
COVERING CERTAIN LANDS IN SECTIONS 31)	Type: POOLING
AND 32, TOWNSHIP 5 NORTH, RANGE 65)	
WEST, 6TH P.M., WATTENBERG FIELD, WELD)	
COUNTY, COLORADO.)	

AFFIDAVIT OF MAILING

STATE OF COLORADO CITY AND COUNTY OF DENVER

I, Joseph C. Pierzchala, of lawful age, and being first duly sworn upon my oath, state and declare:

That I am the attorney for Extraction Oil & Gas, LLC and that on or before July 8, 2016, I caused a copy of the attached Application to be deposited in the United States mail, postage prepaid, addressed to the parties listed on Exhibit A to the Application.

Subscribed and sworn to before me July 7. 2016

Witness my hand and official seal.

Mussa p. Mocmon

Notary Public

My commission expires: 7/24/2017

MELISSA A. MORMAN **NOTARY PUBLIC** STATE OF COLORADO NOTARY ID 19894012434 MY COMMISSION EXPIRES AUGUST 29, 2017