OCT 2 8 2016 COGCC

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

IN THE MATTER OF THE AMENDED)	Cause No. 535
APPLICATION OF BISON OIL & GAS, LLC FOR)	
AN ORDER VACATING ORDER NO. 535-397,)	Docket No. 161200500
ESTABLISHING ONE 960-ACRE DRILLING)	
AND SPACING UNIT AND ESTABLISHING)	Type: SPACING AND
WELL LOCATION RULES APPLICABLE TO)	INCREASED DENSITY
THE DRILLING AND PRODUCING OF WELLS)	
FROM THE NIOBRARA FORMATION)	
COVERING CERTAIN LANDS IN TOWNSHIP 4)	
SOUTH, RANGE 64 WEST, 6TH P.M.,)	
UNNAMED FIELD, ARAPAHOE COUNTY,)	
COLORADO.)	

AMENDED APPLICATION

Bison Oil & Gas, LLC ("Applicant"), Operator No. 10618, by and through 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") for an order vacating Order No. 535-397, establishing one (1) approximate 960-acre drilling and spacing unit and establishing well location rules applicable to the drilling of wells and producing of oil, gas and associated hydrocarbons from the Niobrara Formation covering certain lands in Arapahoe County, Colorado. In support of its **Amended** Application, Applicant states as follows:

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

Township 4 South, Range 64 West, 6th P.M.

Section 20: All Section 21: W½

A reference map of the Application Lands is attached hereto.

3. Rule 318.a. of the Rules and Regulations of the Oil and Gas Conservation Commission requires that, on unspaced lands, wells drilled in excess of 2,500 feet in depth be located not less than 600 feet from any lease line, and located not less than 1,200 feet from any other producible or drilling oil or gas well when drilling to the same common source of supply. All of Section 21, Township 4 South, Range 64 West, 6th P.M. is subject to this Rule for the Niobrara Formation.

{00514168.2}

- 4. On September 16, 2013, the Commission entered Order No. 535-397, which established two approximate 640-acre exploratory drilling and spacing units consisting of Sections 20 and 28, Township 4 South, Range 64 West, 6th P.M., and approved up to two horizontal wells within each unit, for the production of oil, gas and associated hydrocarbons from the Niobrara Formation. All of Section 20, Township 4 South, Range 64 West, 6th P.M. is subject to this Order.
- 5. A Form 2 APD has been approved for the Lussing Trust 20 1H Well (API # 05-005-07234) in Section 20, Township 4 South, Range 64 West, 6th P.M., operated by Burlington Resources Oil & Gas LP. As of the date of this Application, the Lussing Trust 20 1H Well has not been spud, and that permit is set to expire on November 15, 2016, prior to the December 2016 COGCC hearing in this Docket.
- 6. To promote efficient drainage of the Niobrara Formation within the Application Lands and to avoid waste, the Commission should vacate Order No. 535-397, as to the Application Lands, and establish one (1) approximate 960-acre drilling and spacing unit covering the Application Lands described below for production of oil, gas and associated hydrocarbons from the Niobrara Formation:

Township 4 South, Range 64 West, 6th P.M.

Section 20: All Section 21: W1/2

- 7. Applicant is requesting to drill and complete up to **four** (4) horizontal wells in the 960-acre drilling and spacing unit described above, for production of oil, gas and associated hydrocarbons from the Niobrara Formation.
- 8. Applicant further requests that the treated interval of each wellbore be no closer than 150 feet from the treated interval of any other wellbore producing from the Niobrara Formation, and no closer than 300 feet from a unit boundary, without exception being granted by the Director.
- 9. Applicant requests authority to drill only those wells necessary to determine the well density which allows the most efficient drainage of the Niobrara Formation, prevents waste, does not adversely affect correlative rights, and assures the greatest ultimate recovery of oil, gas and associated hydrocarbon substances from the Niobrara Formation. The proposed drilling and spacing unit is not smaller than the maximum area that can be economically and efficiently drained by the authorized wells in such drilling and spacing unit. Applicant further maintains that wells drilled in the above-proposed drilling and spacing unit will have no adverse effect on correlative rights of adjacent owners.
- 10. Applicant further requests that the wells are drilled from no more than one (1) well pad within the unit or from a legal location on adjacent lands.
- 11. The names and addresses of the interested parties according to the information and belief of the Applicant are set forth in Exhibit A attached hereto and made a part hereof, and the undersigned certifies that copies of the original Application were served on each

interested party within seven (7) days after filing of the application as required by Rules 503.e., 507.b.1, and 507.b.5.

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 consistent with Applicant's proposals as set forth above.

Dated this 31st day of October, 2016.

Respectfully submitted,

WELBORN SULLIVAN MECK & TOOLEY, P.C.

By: Sarah Sorum

Joseph C. Pierzchala

Welborn Sullivan Meck & Tooley, P.C.

Attorneys for Applicant

1125 17th Street, Suite 2200

Denver, CO 80202

303-830-2500

ssorum@wsmtlaw.com

jpierzchala@wsmtlaw.com

Applicant's Address:

Bison Oil & Gas, LLC 999 18th St., Suite 3370 Denver, CO 80202

Attn: Ron Morgenstern Phone: 303-915-3736

<u>VERIFICATION</u>

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

Ron Morgenstern, Vice President of Land and Manager of Business Development for Bison 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.

BISON OIL & GAS, LLC

Ron Morgenstern

Vice President of Land and

Manager of Business Development

Subscribed and sworn to before me this 21th day of October 2016 by Ron Morgenstern, Vice President of Land and Manager of Business Development for Bison Oil & Gas, LLC.

Witness my hand and official seal.

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

Notary Public

My Commission Expires: 8/29/2017

4

EXHIBIT A

INTERESTED PARTIES

Arapahoe County

Diane Kocis Arapahoe County Public Works & Development 6924 South Lima Street Centennial, CO 80112

Colorado Department of Public Health and Environment

Kent Kuster 4300 Cherry Creek Drive South Denver, CO 80246-1500

Colorado Parks and Wildlife

Tom Schreiner Northeast Region Office 6060 Broadway Denver, CO 80216

[REMAINDER OF PAGE INTENTIONALLY LEFT BLANK] EXHIBIT A CONTINUED ON FOLLOWING PAGE

EXHIBIT A

SECTIONS 20 AND 21, TOWNSHIP 4 SOUTH, RANGE 64 WEST, 6th P.M.

INTERESTED PARTIES

Anadarko Land Corp Anthony Veruchi Arapahoe County BARR LAKE ESTATES LLC Bayswater Blenheim Holdings II, LLC Bayswater Exploration & Production, LLC Billi Cerrone LXA Investments, LLC Boda Western Corporation **BRENDA L WILSON Burlington Resources** Oil & Gas Company LP **Burlington Resources** Oil & Gas I LLC CAPUCHIN POOR CLARES OF DENVER Carla J. Albright Charles A. Jenkins Charles D. Haunschild CHRISTOPHER AND COURTNEY CHANDLER **CLINTON RYAN** MILLER AND RACHAEL MARIE MILLER COBALT OIL & GAS. LLC Colorado Land Board ConocoPhillips Company COP BROG I LLC Craig L. Maynard DALE FRITZLER TRUST B

Darrell Muller DON FRITZLER DONNA GUERRIERI Dr. Theo Espev ERIC C SWENSON Gerald R. Snyder Gregory B. Solen HELEN M BARTON Hiline Resources, LLC Houston Latorra and Mark Latorra J&M Drilling Partnership Jackie K Dalrymple James B. Tollerton and Susan S. Tollerton Jan Oil Company Jeffrey Alan Hummel and Corrine K. Hummel JERRY J & LINDA M **FRANCIS** John J. Houlihan, IV John N. Rosholt, III JOHN W & LESLIE J HANKS JULIA M CARVER Kenneth G. Armstrong and Patricia M. Armstrona LEIF SWENSON LEWIS GALAMB LPD ENERGY LLC Lucille B. Grant MARK D SWENSON Marvin A. Morgan Michael J. Jenkins Milton Shaw and Natalie

NEAL J. STEPHENS AND ANGIE C. STEPHENS TRUST Neil B. Hummel and Rita C. Hummel Pamco Investments Corp. PAMCO OIL & GAS LLC PAUL DRAGUL Powell Resources, Inc. PRELUDE PETROLEUM. LLC Que Minh Truona RDP ROYALTIES, LLC "Richard J. Valentine c/o the MBA Group" Robert L. Mabardy & Paula J Mabardy Robert Yetman Robin Oil & Gas Corporation Stephen P. Fisher and Bruce S. Clark Susan Dahncke & Albert Dahncke "The Langstroth Family Limited I, a Partnership LWH Mortgage Funding Group" THERESIA P CAVANAUGH Thomas G Kenney & Mona Kenney THOMAS H PICKENS TODD MICHAEL **GARRETT** Tom Luetkemeyer

B. Shaw

TRUMAN LEUTHAUSER VERNON J. TROYER WILLIAM E OSBORN

William P. Grant Willy Oil Company

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

IN THE MATTER OF THE AMENDED)	Cause No. 535
APPLICATION OF BISON OIL & GAS, LLC FOR)	
AN ORDER VACATING ORDER NO. 535-397,)	Docket No. 161200500
ESTABLISHING ONE 960-ACRE DRILLING)	
AND SPACING UNIT AND ESTABLISHING)	Type: SPACING AND
WELL LOCATION RULES APPLICABLE TO)	INCREASED DENSITY
THE DRILLING AND PRODUCING OF WELLS)	
FROM THE NIOBRARA FORMATION)	
COVERING CERTAIN LANDS IN TOWNSHIP 4)	
SOUTH, RANGE 64 WEST, 6TH P.M.,)	
UNNAMED FIELD, ARAPAHOE 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 Bison Oil & Gas, LLC and that on or before November 3, 2016 I caused a copy of the attached Amended Application to be deposited in the United States mail, postage prepaid, addressed to the parties listed on Exhibit A to the Application.

Joseph 🖒 Pierzchala

November

Subscribed and sworn to before me-October ___, 2016.

Witness my hand and official seal.

MELISSA A. MORMAN **NOTARY PUBLIC** STATE OF COLORADO NOTARY ID 19894012434 MY COMMISSION EXPIRES AUGUST 29, 2017 Notary Public
My commission expires: 8/24/2017