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

IN THE MATTER OF AN APPLICATION BY EXTRACTION OIL & GAS. INC. FOR AN ORDER POOLING ALL **INTERESTS** THREE IN **APPROXIMATE** 400-ACRE DESIGNATED HORIZONTAL WELLBORE SPACING UNITS FOR CERTAIN PORTIONS OF SECTIONS 7 AND 8. TOWNSHIP 4 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. 180300172

TYPE: POOLING

### **APPLICATION**

Extraction Oil & Gas, Inc., 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 7 and 8, Township 4 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 corporation duly authorized to conduct business in the State of Colorado and has registered as an operator with the Commission.
  - 2. Applicant is an Owner in the below-listed lands:

Township 4 North, Range 68 West, 6th P.M.

Section 7: E½SE¼

Section 8: S½

3ection 6. 372

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

Weld County, Colorado, 400 acre, more or less.

These lands are hereinafter collectively referred to as the "Application Lands" and depicted in <u>Exhibit A</u>, 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. Upon information and belief, Applicant designated three approximate 400-acre horizontal wellbore spacing units comprised of certain portions of the Application Lands, for the below-described wells, for the production of oil, gas and associated hydrocarbons from the Codell and 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. Trott 8E-10-7C Well (API No. 05-123-45731) Codell Formation WSU #1;
  - b. Trott 8E-10-9N Well (API No. 05-123-45723) Niobrara Formation WSU #2;
  - c. Trott 8E-10-11N Well (API No. 05-123-45712) Niobrara Formation WSU #3.

These wells are hereinafter collectively 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 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 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 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, the Commission

enter its order:

- A. Pooling all interests in 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 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 the Subject Wells.
- C. For such other findings and orders as the Commission may deem proper or advisable in the premises.

DATED this // day of January, 2018.

Respectfully submitted,

EXTRACTION OIL & GAS, INC.

Jillian Fulcher

Jobediah J. Rittenhouse

Beatty & Wozniak, P.C.

Attorneys for Applicant

216 16th Street, Suite 1100 Denver, Colorado 80202

(303) 407-4499

jfulcher@bwenergylaw.com

jrittenhouse@bwenergylaw.com

Applicant's Address: Extraction Oil & Gas, Inc. ATTN: Jason Rayburn 370 17th Street, Suite 5300 Denver, CO 80202

## **VERIFICATION**

STATE OF COLORADO	)
CITY & COUNTY OF DENVER	) ss. )
	for Extraction Oil & Gas Inc., upon oath deposes ng Application and that the statements contained ledge, information and belief.
	EXTRACTION OIL & GAS INC.
	Jason Rayburn
Subscribed and sworn to befor Rayburn, Staff Landman for Extraction	re me this day of January, 2018, by Jason Oil & Gas Inc.
Witness my hand and official seal.	
My commission expires:	Allie Ross
	Notary Public

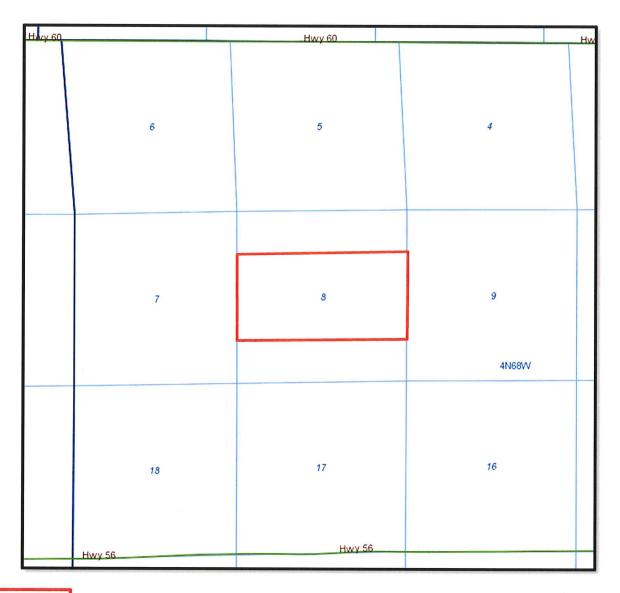
Alex Andrya Ross Notary Public of Colorado Commission # 20144025566 Commission Expires 06/27/2018

## **EXHIBIT A**

Reference Map for Pooling Application

Township 4 North, Range 68 West, 6th P.M. Section 8: N½S½, S½N½

Wellbore Spacing Unit ("WSU") Nos. 1-3 Weld County, Colorado, 320 acres, more or less



= Application Lands

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### **AFFIDAVIT OF MAILING**

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

Grace Go-Hoveland, 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 Extraction Oil & Gas, Inc., and on or before January \_\_\_\_\_\_, 2018, 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 attached hereto. Application was resent to all parties on January 31, 2018.

Grace Go-Hoveland

Subscribed and sworn to before me this day of February, 2018.

Witness my hand and official seal.

AIDA LINDA BOWLIN
Notary Public
State of Colorado
Notary ID 19984012218
My Commission Expires May 1, 2018

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.

CAREVA, LLC 22251 RIDGEVIEW RD BERTHOUD, CO 80513

GREGORY A. HOLLOWAY AND ADRIENNE J. HOLLOWAY 4023 MAVERICK LANE EVANS, CO 80620

JOHN MICHAEL WAGGENER 1707 WCR 46 BERTHOUD, CO 80513

LINCOLN ENERGY LLC 852 BROADWAY, SUITE 300 DENVER, CO 80203

MICHAEL A. AND CHRISTINA E. THOREN 22408 WELD COUNTY RD. 1 BERTHOUD, CO 80513

ROBERT AND ELIZABETH DAVIS 22327 COUNTY RD. 3 BERTHOUD, CO 80513

THE MICHAEL WAGGENER TRUST HOME STATE BANK, TRUST DEPARTMENT, P.O. BOX 179 LOVELAND, CO 80539 EXTRACTION OIL & GAS, INC. 370 17TH ST., SUITE 5300 DENVER, CO 80202

GREGORY A. HOLLOWAY AND ADRIENNE J. HOLLOWAY 22302 SCHULTZ LANE BERTHOUD, CO 80513

JAMES L. BERTOLIN 1308 SPRUCE AVE LONGMONT, CO 80501

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

LYN A. MILLIKEN 1308 SPRUCE AVE LONGMONT, CO 80501

ROBERT AND ELIZABETH DAVIS 22327 COUNTY RD. 3 BERTHOUD, CO 80513

TERRY KENNEDY A/K/A TERRY SNOW 5417 EAST MULBERRY FORT COLLINS, CO 80524

WILLIAM G. MARTY AND LINDA L. MARTY 2778 E. 124TH CIRCLE THORNTON, CO 80241