# BEFORE THE OIL AND GAS CONSERVATION COMMISSIES, 28 2018 OF THE STATE OF COLORADO

COGCC

RECEIVED

| IN THE MATTER OF AN APPLICATION BY ) EXTRACTION OIL & GAS, INC FOR AN ) | Cause No. 407        |
|---|----------------------|
| ORDER TO ESTABLISH AN ) APPROXIMATE 960-ACRE DRILLING AND )             | Docket No. 180400304 |
| SPACING UNIT WITH WELL LOCATION )                                       | Type: SPACING        |
| RULES APPLICABLE TO THE DRILLING ) OF WELLS AND PRODUCING OF OIL, )     |                      |
| GAS, AND ASSOCIATED ) HYDROCARBONS FROM THE NIOBRARA                    |                      |
| AND CODELL FORMATIONS FOR )   |                      |
| CERTAIN LANDS IN SECTIONS 12 AND ) 13, TOWNSHIP 2 SOUTH, RANGE 67 )     |                      |
| WEST, 6TH P.M., WATTENBERG FIELD, ) ADAMS COUNTY, COLORADO.             |                      |

#### APPLICATION

Extraction Oil & Gas, Inc. ("Applicant"), Operator No. 10459, by its attorneys, Welborn Sullivan Meck & Tooley, P.C., respectfully submits this Application to the Oil and Gas Conservation Commission of the State of Colorado ("Commission") for an order to establish one approximate 960-acre drilling and spacing unit for certain lands in Sections 12 and 13, Township 2 South, Range 67 West, 6th P.M., and to approve up to 16 horizontal wells within the unit, for the production of oil, gas, and associated hydrocarbons from the Niobrara and Codell Formations. In support of its Application. Applicant states as follows:

Applicant is a corporation duly authorized to conduct business in the State of Colorado, is a registered operator in good standing, and is an Owner with the right to drill in the following lands ("Application Lands"):

Township 2 South, Range 67 West, 6th P.M.

Section 12: S½ Section 13: All

A reference map of the Application Lands is attached as Exhibit B hereto.

On April 27, 1988, the Commission adopted Rule 318A, the Greater Wattenberg Area Special Well Location, Spacing and Unit Designation Rule, which was amended on August 8, 2011 to, among other things, address the drilling of horizontal wells and requires that a horizontal wellbore spacing unit must include any governmental quarter-quarter section that is located less than 460' from the completed interval of the wellbore lateral. Rule 318A supersedes all prior Commission drilling and spacing orders affecting well location and density requirements of the Greater

Wattenberg Area. The Rule does not, however, prohibit the establishment of drilling and spacing units within the Greater Wattenberg Area.

3. To promote efficient drainage of the Niobrara and Codell Formations within the Application Lands and to avoid waste, the Commission should establish one approximate 960-acre drilling and spacing unit covering the Application Lands described below, and approve up to 16 horizontal wells within the unit, for the production of oil, gas and associated hydrocarbons from the Niobrara and Codell Formations:

Township 2 South, Range 67 West, 6th P.M.

Section 12: S½
Section 13: All

- 4. Applicant requests authority to drill and complete one (1) horizontal well in the approximate 960-acre drilling and spacing unit with the option to drill and complete up to a total of sixteen (16) horizontal wells in the unit for production of oil, gas and associated hydrocarbons from the Niobrara and Codell Formations in the Application Lands. Applicant further requests that the Commission authorize the treated interval of each wellbore to be no closer than 150 feet from the treated interval of any other wellbore producing from the Niobrara and Codell Formations, and no closer than 460 feet from the unit boundary, without exception being granted by the Director.
- 5. Applicant requests authority to drill only those wells necessary to determine the well density which allows for the most efficient drainage of the Niobrara and Codell Formations, prevents waste, protects correlative rights, and assures the greatest ultimate recovery of oil, gas, and associated hydrocarbon substances. The proposed drilling and spacing unit is not smaller than the maximum area that can be economically and efficiently drained by the requested number of wells in the unit. Applicant further maintains that the requested setbacks and the wells drilled in the above-proposed drilling and spacing unit will have no adverse effect on correlative rights of adjacent owners.
- 6. 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.
- 7. The names and addresses of the interested parties according to the information and belief of the Applicant are set forth in <u>Exhibit A</u> attached hereto and made a part hereof., and the undersigned certifies that copies of this Application shall be served on each interested party within seven days after filing of the application as required by Rules 503.e. and 507.b.(1).

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 27 day of February , 2018.

Respectfully submitted,

WELBORN SULLIVAN MECK & TOOLEY, P.C.

Joseph-C. Pierzchala Geoffrey W. Storm Welborn Sullivan Meck & Tooley, P.C.

Attorneys for Applicant 1125 17th Street, Suite 2200

Denver, CO 80202 303-830-2500

jpierzchala@wsmtlaw.com gstorm@wsmtlaw.com

# Applicant's Address:

Extraction Oil & Gas, Inc. 370 17<sup>th</sup> Street, Suite 5300 Denver, CO 80202 Attn: Pam Kingery, Land Advisor

Phone: 720-557-8300

## **VERIFICATION**

| STATE OF COLORADO        | )     |
|--------------------------|-------|
| CITY & COUNTY OF DENVER  | ) ss. |
| OH I G OCCIVITION DENVER | ,     |

Pam Kingery, Land Advisor with Extraction Oil & Gas, Inc., upon oath deposes and says that she has read the foregoing Application and that the statements contained therein are true to the best of her knowledge, information and belief.

EXTRACTION OIL & GAS, INC.

Pam Kingery, Land Advisor

Subscribed and sworn to before me this  $\frac{1}{2}$  day of February, 2018 by Pam Kingery, Land Advisor for Extraction Oil & Gas, Inc.

Witness my hand and official seal.

HALEY ZEPESKI NOTARY PUBLIC STATE OF COLORADO NOTARY ID 20184004172 MY COMMISSION EXPIRES JAN 25, 2022 Notary Public / My Commission/Expires:

### **EXHIBIT A**

#### INTERESTED PARTIES

#### **Adams County**

Christine Dougherty 4430 South Adams County Pkwy. Brighton, CO 80601-8218

#### **Brighton Municipality**

Holly Prather City of Brighton 500 S. 4th Avenue Brighton, CO 80601

# **Commerce City Municipality**

Chris Cramer City of Commerce City 7887 East 60th Avenue Commerce City, CO 80022

## Colorado Department of Public Health and Environment

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

#### Colorado Parks and Wildlife

Brandon Marette Northeast Region Office 6060 Broadway Denver, CO 80216

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EXHIBIT A CONTINUED ON NEXT PAGE

#### **EXHIBIT A**

## **INTERESTED PARTIES**

104TH AVENUE INVESTMENTS PARTNERS LLC

2011 DDI INVESTORS LLC

7-ELEVEN, INC.

ABEL SANCHEZ

ABRAHAM ABRAHMS

ACCREDITED HOME LENDERS, INC

ADAM & KRISTA BRESSON

ADARE HOMES POTOMAC FARMS FILING 2, LLC

ADARE HOMES POTOMAC FARMS LLC

ALFREDO J. AMPARANZA

**ALVIN & JANETTE JOHNSON** 

AMANDA KAY ULMER

ANCHOR COMMERCIAL HOLDINGS, LLC

ANDREA WEMPLE

ANDREW & RENAE COX

ANNETTE F BALTAZAR

APRIL BROCKHAUS

ARBELLE YOCONO & TYLER FARBER

ARTHUR TUCKER

ARTHUR A. AND ALICE M.SCHAFFER

ASEM SWAKED & GHADEER BSHARAT

AVANCIA AND TERRANCE KENNEDY

**BA NGUYEN** 

BANK OF NEW YORK AS TRUSTEE FOR THE CERTIFICATE HOLDERS OF CWABS

2004-01 C/O COUNTRYWIDE LOANS

BARBARA A COLEMAN

BEATRIX A. ADKINS

**BEN R GONZALES** 

BENJAMIN & ASHLEE CROWDEN

**BNSF RAILROAD** 

**BRAD NELSON** 

**BRANDON MCKAY ULMER** 

BRENDAK RYAN

**BRIAN ARONSON** 

BRIAN AND NICOLE CLINE

BRIAN AND SHERYL CARLSON

**BRIDGET GARRAMONE** 

**BRIDGETTE SOCEY** 

**BROOKE & JASON TORRES** 

**BRUCE & CHESTA SWAN** 

**BRYAN L CANNON** 

CAITLIN & JUSTIN CREASON

CANDELARIO RODRIGUEZ

CANDICE BRAY

CARISA HULL

CARTER SUMMERS

CATHY J GROOMS

CHAD & MISHA SLAVEN

CHARLES & MARY CARLTON

**CHRISTEN & TIMOTHY GARCIA** 

CHRISTOPHER SOCEY

CHRISTOPHER & DEBORAH LARCINESE

CHRISTOPHER & LEANN ONESKY

CHRISTOPHER AND BABISH CLAIRE LANCASTER

CITY OF COMMERCE CITY

CLAYTON AND SHERYL DEAN

CLAYTON PROPERTIES GROUP II, INC.

CLYDE

GALLEGOS

CODY C

WITHAM

COURTNEY STEVENS

DAKOTA & CHELSEY TONEY

DAN SGRAFF

DANA L SMITH

DANIEL COHEN

DARREN MARTINEZ & MICHELLE SPREUTELS

DAVID & CORRISA HARDING

DAVID & KIPLING SANDOVAL

DAVID P ADAMS

DAVID PATRICK BLAKE

DAWN L SOPER

**DEANN GLASMANN & ROBERT HANNON** 

DEBORAH CUTLER

**DEREK & ELIZABETH HEYL** 

DESIREE FRANSUA

DEUTSCHE BANK NATIONAL TRUST COMPANY AS INDENTURE TRUSTEE

DINO & KRISTEN RIVERA

DMITRIY KOPTEV

DOM A. KICKBUSH

DONALD C JENKINS

DONNA M DAVIS

DONNIE R GARRETT

DORINDA L WAYLAND GRAFF

**DOUGLAS & SHAUNA DIETEL** 

**DOUGLAS & SHELLIE DAMERON** 

DUNG VAN NGUYEN

**DUSTIN I BALDWIN** 

DYLAN R AND MIRANDA LYNN BAKER

EARLENE MCGEE & HENRY WESLEY

**EDWARD & MEGHAN AVENDT** 

ELEUTERIO F MENDOZA

ELIZABETH RODROCK

**ELLIOT RIEHL & MEGAN ANDERSON** 

ERIC BROWN

**ERIC J NAVARRO** 

**ERNEST J HOHN** 

ESTATE OF MATTHEW J BARR

**ESTELLA ZUNIGA** 

FARMERS RESERVOIR & IRRAGATION CO.

FELIX JOE RIVERA

FERNANDO PINEDA & ADRIANA VALLES

FILBERTO ECHEZABAL

FORD PATRICIA AND ARCHULETA PAUL V.

FRANK CHAN

FRED & SIEW BEARDSLEY

FRED B AND SCARLETT-BEARDSLEY SIEW T

**GARTH & AMY WRIGHT** 

**GARY OVERTON** 

GARY L SR BILLINGS

GENESIS REAL ESTATAE, INC.

**GEORGE & ANITA FORD** 

GRED & SHERRI MADEO

GREG A. ARNETTE

**GREGORY ACOLLINS** 

GREGORY A. AND PENNY MONTANO

HARLO ENTERPRISES LTD LLP

HARMAN MANAGEMENT CORP.

HARRY & ELO RIDDLE

HEATHER L GOOCH

HENRY SCHAFER

HENRY VALADEZ & ISABEL JUNCO

HILARIA ALARICE DE LA ROSA

HOLLY L WILSON

**HOMER & ROSEMARY PADDOCK** 

HONEY HALBE

**HUNG T NGUYEN** 

HW2, LLC

ISAAC I. AND VIVIANA LOPEZ

IVAN PEREZ & TANIA & STEFANI FONSECA

JACQUELINE & PATRICK MAHONEY

JAGDIP SINGH GILL

JAMES RODROCK

JAMES & DENISE ROTH

JAMES J. VITERA

JAMES T MARTIN

JANICE VAN GUNDY

JARED MARTIN & BRITTANY MARIE OWEN

JARROD WITZKE

JASON YBARRA

JASON R FRASER

JAVIER & LETICIA AVITIA

JAY E LUCERO

JEFFREY BUSH

JEFFREY & KRISTIN HENNING

JEFFREY & MELISSA LIVINGSTON

JENNIE NEYENS & PATRICK GARCIA

JENNIFER VAN GUNDY

JENNIFER AND FRANCISCO SALAZAR

JENNIFER CARMEN WELCH

JENNIFER E LOWTHER

JENNIFER MFRASER

JENNIFER NICHOLE HACKENBERG

JENNIFER NICOLE NORDSIEK

JERRY WORLEY

JERRY L III WEMPLE

JEWELLY BOWMAN

JIMMY NGUYEN & NARY THO

JOANN WINDHOLZ

JODEE K JENKINS

JODY DOBSON

JOHN NELSON

JOHN & ERIN WINDHEIM & PATRICIA SHEAFFER

JOHN & PAMELASZYMANSKI

JOHN CASTRO & MONA DOLGUIN

JOHN DAND JENNIFER A DIMAMBRO

JOHN F JR SOPER

JOHN PAUL GARCIA

JOHN ROBERT WELCH

JONATHAN & NICOLE FOBES

JOSE PEREZ

JOSE GARCIA & JACOBO PEREZ

JOSEPH & PATRICIA ARMIJO

JOSEPH BUZZITTA & TARA GURSS

**JOSHUA & TARA VIGIL** 

**JUAN & JOHNNA CARRERA** 

JUDITH F JANOWSKI

JUSTIN M HOPPE

JUSTIN W SUTTON

KA VANG

KATHLEEN C.BASQUEZ

KATHRYN M PADDERUD

KATHY M DAVIS

KEITH AND DEBBIE INMAN

KELLY M TAKEUCHI

**KENENTH & SHAWN LUTZ** 

KINGKEO ROBLES

KIRK PIATT

KMRASSEL ZAHID & SUZETTE PIMENTEL

KRIS A & PAMELA S OLESEN

KRISTINE J KNUDSON

**KURT W MELVIN** 

KYLE BLUME

KYLE ALBERT AND DESERAY M. LEVIN

KYLE LUNT, DARAH KROPP & STACIA KABBASH

LAI HOANG

LANCE HUCKABY & MARANDA CASTLE

LANETTE STEWART & JANET MCCOMB

LARRY DAVID HALBE

LAURA PEREA

LAURA L MCAVOY

LAURIE & BRUCE COLLINS

LAWRENCE WINDHOLZ

LEONID PALAMARCHUK

LETEBERAN GEBRELIBANOS

LIDIYA KOPTEV

LILIANA GARFIO

LINDSEY BERBEE

LOIS EDMONDSON & NORMAN & MARIETTA HEINMILLER

LONG HONG CA

LUIS & SUE NIETO & ROMINA NIETO

LUIS PEREZ & YASHIRA RAMIREZ

MAI YING VANG

MALGORZATA OBRZUT

MAO VANG

MARCUS VILLA

MARCY YBARRA

MARGIE BRADY

MARIA H GARRETT

MARIA L MOSQUEDA

MARIE ANDERS & FRANCES VIGIL

MARIO LEBARON & KELSY JOHNSON

MARK WILLIAM GORSLINE

MARSELINO RODRIGUEZ

MARTIN MENDEZ

MARTIN J ESCOTO

MARVIN F DORRELL

MARY WITZKE

MARY A SMITH

MARY G BOLING

MATTHEW MARKLEY

MEGAN GILBERTSON

**MELANIE BRIGGS** 

MELODY HOMES, INC.

MICHAEL HEBDON

MICHAEL & JESSICA MONTOYA

MICHAEL & MICHELLE ELDER

MICHAEL & MONICA PORTILLO

MICHAEL & TIFFANY WHEELER

MICHAEL A ADESHEWO

MICHAEL A AND DORA G RANDALL

MICHAEL A SR BANES

MICHAEL D ROBINSON

MICHAEL D AND TIFFANY G WHEELER

MICHAEL E ROWLEY

MICHAEL M KROEGER

MICHAEL P FROST

MICHAEL WALSH SULLLIVAN

MICHELLE MELVIN

MICHELLE SINCLAIR

MICHELLE L WITHAM

MICHELLE MESCOTO

MIGUEL CORTEZ

MISSI DENNING & TROY GALYON

MITCHELL & JOSEPH NAGLE

MONISA RIVERA

NADINE & ALAN SMITH

NANCY G ADAMS

NATHAN PICKARD

NEIL JFARNIK

NEW JESSICA AND MINH NGUYEN

NICHOLAS KLINE

NICHOLAS DMCAVOY

NICK R AND TAMMY M CROOPE

NORA PORTILLO

**NOU THAO** 

OAKWOOD HOMES

OAKWOOD HOMES LLC

OSVALDO AND DESIREE DIAZ

OUNKHAM PANYAVONG

PAMELA TROMANHAUSER

PATRICIA RODRIGUEZ

PATRICIA A MCMURTRAY

PATRICK & MICHELLE CRUMBAUGH

PATRICK AND RENEE LINEBERGER

PAUL CHAVEZ

PAULA & DEREK SEIFRIED

PAULA NEWTON & WILLIAM BEAMER

PAULING G HOHN

**PENNY GARCIA** 

PETER & KATHEE HER

PHILLIP BOWMAN

PHILLIP & RACHEL DAIGLE

PHOENIX, LP

PHONG NGUYEN

PONCIETTA CHAVEZ

PRECIOUS CORCILIUS

PUBLIC SERVICE OF COMPANY OF COLORADO

PULUTAUSA J. AND LISA G. NUU

QIONG YUAN TAM RUI

RAFAEL & RENE RAMIREZ

**RANI & MARK FUGATE** 

**RAYMOND & PATRICIA GIRON** 

RENE GREEN

RENEE M LAHANES

RENTERIA LORENZA & ADELA OROZCO

RICHARD & AMBER CORTEZ

RICHARD C DAVIS

RICHARD S AND CHERI LWHITE

RICKIE GOLD & ROBERT, CATHERINE & LAURA SPEER

**ROBERT & KATHLEEN PAYNE** 

**ROBERT & RACHEL HURKETT** 

ROBERTO GAYTAN AND IBARRA-FLORES SOILA CONTRERAS

ROBIN R KOVASH

ROGER A COMER

ROGER S. AND ELLEN F. COMER

RONALD M. AND BERNADETTE ESPINOSA

ROSALIE ECHEZABAL

ROXANNE BICKELHAUPT

RW BELT LLC

RYAN HOLMES

RYAN & DIANA KOPROWSKI & CESAR OCAMPO

RYAN AND RAEGAN HEDLUND

RYAN AND STACEY JOHNSON

RYAN E LOWTHER

SARAH BETH RAWLINGS

SCOTT NORDBY

SEGOVIA ALEJANDRO GALLEGOS

SERENA A HOPPE

SHANE E BRISENDINE

SHAWN W AND TIFFANY C MOSS

SHEENA. ERIC & LAWRENCE ABEYTA

SHEILA RENEE MARTIN

SHELL OIL COMPANY

SHERRY A. ARAGON

SHI HUIMIN

SIMRET G WOLDESELASSIE

SITTHAN SRIPRATES

SOMMANY KHOUNSAVATH

SOUTH ADAMS COUNTY FIRE PROTECTION DIST NO. 5

STACIE BORDERS & JOSEPH RILEY

STACY & JOSEPH KNIGHT

STEPHEN CALVERT

STEPHEN L AND SAM LYNA RAINWATER

STEVEN HAUG

STEVEN STOVER

STEVEN C DAVIS

SUE CAROLE GARCIA

SUSAN VUE

SUSAN E ZARBOCK

SUSAN R CONE

TAMARA M COMER

TANYA & MANUEL IBARRA

TARA TAFOYA

THANOUSACK PHAVISETH & SOFIA ZAVALA

THE BANK OF NEW YORK AS TRUSTEE FOR THE CERTIFCATE HOLDERS CWABS, INC.

THE BUY-OUT COMPANY, LLLP

THI KIM DAM PHUONG & CHARLES NGUYEN

THOMAS KIVETT

TIFFANY JANE BLAIR

TINA M WINZENT

TINO V WILSON

TONI SPANN

TONY AND DONNA PAULEY

TRACY J BRISENDINE

TRISHA M LEWIS

TURNBERRY MEADOWS HOMEOWNERS ASSOCIATION, INC.

VALERIE DURAN

VERONICA M RAY

VLADIMIR L PALAMARCHUK

WANG JIAO RUAN

WENDIE J CANNON

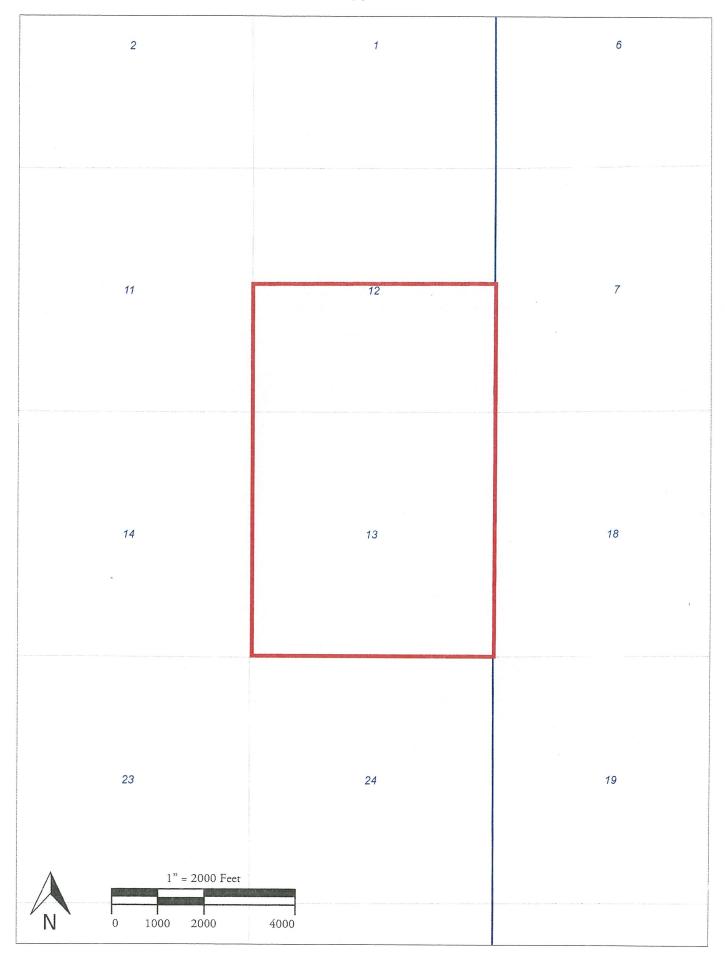
**WESLY & NICKI HILL** 

WESTSTAR BANK

WILLAIM G. AND LORI K. UTZ

WILLIAM CASTLEBERRY
WILLIAM & LANNY PANELLA
WILLIAM CHARLES RAWLINGS
WILLIAM HENRY NORDSIEK
YANZHEN CHEN
YE ELAINE XIU
YOUNG YOO & PAUL MARTINEZ
ZHENGNING LIN & RIGU HE
ZHENYU YOU & KAI ZHEN TAN

Exhibit B - Application Lands



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

| IN THE MATTER OF AN APPLICATION BY | ) | Cause No. 407        |
|------------------------------------|---|----------------------|
| EXTRACTION OIL & GAS, INC FOR AN   | ) |                      |
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| APPROXIMATE 960-ACRE DRILLING AND  | ) |                      |
| SPACING UNIT WITH WELL LOCATION    | ) | Type: SPACING        |
| RULES APPLICABLE TO THE DRILLING   | ) |                      |
| OF WELLS AND PRODUCING OF OIL,     | ) |                      |
| GAS, AND ASSOCIATED                | ) |                      |
| HYDROCARBONS FROM THE NIOBRARA     | ) |                      |
| AND CODELL FORMATIONS FOR          | ) |                      |
| CERTAIN LANDS IN SECTIONS 12 AND   | ) |                      |
| 13, TOWNSHIP 2 SOUTH, RANGE 67     | ) |                      |
| WEST, 6TH P.M., WATTENBERG FIELD,  | ) |                      |
| ADAMS COUNTY, COLORADO.            |   |                      |
|                                    |   |                      |

# <u>AFFIDAVIT OF MAILING</u>

STATE OF COLORADO 888 CITY AND COUNTY OF DENVER

I, Geoffrey W. Storm, of lawful age, and being first duly sworn upon my oath, state and declare:

That I am the attorney for Extraction Oil & Gas, Inc. and that on or before March 5, 2018, 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.

Geoffrey W. Storm

Subscribed and sworn to before me March 5, 2018.

Witness my hand and official seal.

MELISSA A. MORMAN **NOTARY PUBLIC** STATE OF COLORADO NOTARY ID 19894012434 MY COMMISSION EXPIRES AUGUST 29, 2021 Mussa P. Mormun

Notary Public

My commission expires: 813913031

E