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 IN AN APPROXIMATE CAUSE NO. 407 280-ACRE **DESIGNATED HORIZONTAL** WELLBORE SPACING UNIT FOR PORTIONS OF SECTION 18, TOWNSHIP 4 NORTH, RANGE 68 WEST, 6TH P.M. AND CERTAIN **PORTIONS** OF **SECTION** 13. TOWNSHIP 4 NORTH, RANGE 69 WEST, 6TH P.M., FOR THE DEVELOPMENT/OPERATION OF THE NIOBRARA FORMATION, WATTENBERG FIELD, LARIMER AND WELD COUNTIES. **COLORADO**

CERTAIN DOCKET NO.

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 an approximate 280-acre horizontal wellbore spacing unit established for certain portions of Section 18, Township 4 North, Range 68 West, 6th P.M. and certain portions of Section 13, Township 4 North, Range 69 West, 6th P.M., for the development and operation of the Niobrara Formation. In support of its Application, Applicant states and alleges as follows:

- Applicant is a corporation duly authorized to conduct business in 1. 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 18: NW1/4SE1/4; N1/2SW1/4

Weld County, Colorado

Township 4 North, Range 69 West, 6th P.M. Section 13: N½S½

Larimer County, Colorado

Wellbore Spacing Unit ("WSU") No. 1 280 acres, more or less.

These lands are hereinafter collectively referred to as the "Application Lands" and

depicted in Exhibit A, 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 an approximate 280-acre horizontal wellbore spacing unit comprised of the Application Lands, for the below-described well, for the production of oil, gas, and associated hydrocarbons from the Niobrara Formation. Applicant notified all owners in the proposed wellbore spacing unit pursuant to Rule 318A.e.(5). Applicant did not receive objections to the establishment of the proposed horizontal wellbore spacing unit within the 30-day response period:
 - a. Enright 6N Well (API No. to be assigned) Niobrara Formation WSU #1.

This well is hereinafter referred to as the "Subject Well."

- 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 No. 1 established for the Application Lands, for the development and operation of the Niobrara Formation.
- 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 Well within WSU No. 1.
- 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 Well, 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 Well.
- 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 No. 1 established for the Application Lands, for the development and operation of the Niobrara Formation, 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 Well within WSU No. 1.
- 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 Well, 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 Well.
- C. For such other findings and orders as the Commission may deem proper or advisable in the premises.

DATED this _\2* day of April, 2018

Respectfully submitted,

EXTRACTION OIL & GAS INC.

By: Jaluarah Pettermense

Jillian Fulcher James P. Parrot Jobediah J. Rittenhouse

Beatty & Wozniak, P.C. Attorneys for Applicant

216 16th Street, Suite 1100

Denver, Colorado 80202

(303) 407-4499

jfulcher@bwenergylaw.com jparrot@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)
) ss
CITY & COUNTY OF DENVER)

Annie Pierini, Landman for Extraction Oil & Gas Inc., upon oath deposes and says that she has read the foregoing Amended Application and that the statements contained therein are true to the best of her knowledge, information and belief.

EXTRACTION OIL & GAS INC.

Subscribed and sworn to before me this 12th day of April, 2018, by Annie Pierini, Landman 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

My commission expires: 1/25/33

Notary Public

EXHIBIT A

Reference Map for Pooling Application

Township 4 North, Range 68 West, 6th P.M. Section 18: NW¼SE¼; N½SW¼

Weld County, Colorado

Township 4 North, Range 69 West, 6th P.M. Section 13: N½S½

Larimer County, Colorado

Wellbore Spacing Unit ("WSU") No. 1 280 acres, more or less



= Application Lands

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IN THE MATTER OF AN APPLICATION BY EXTRACTION OIL & GAS INC. FOR AN ORDER POOLING ALL INTERESTS IN AN APPROXIMATE CAUSE NO. 407 280-ACRE DESIGNATED HORIZONTAL WELLBORE SPACING UNIT FOR PORTIONS OF SECTION 18, TOWNSHIP 4 NORTH, RANGE 68 WEST, 6TH P.M. AND TYPE: POOLING CERTAIN **PORTIONS** OF SECTION 13. TOWNSHIP 4 NORTH, RANGE 69 WEST. 6TH P.M., FOR THE DEVELOPMENT/OPERATION OF THE NIOBRARA FORMATION. WATTENBERG FIELD. LARIMER AND WELD COUNTIES, **COLORADO**

CERTAIN DOCKET NO. 180600429

AFFIDAVIT OF MAILING

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

Jo Cooks, 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 and Gas, Inc. and on or before the 19th day of April, 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.

Jo Cooks

Subscribed and sworn to before me this

day of April, 2018

Witness my hand and official seal.

MARY GRACE T. GO-HOVELAND Notary Public State of Colorado 20114013519 My Commission Expires March 3, 2019

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.

AZTEC EXPLORATION, LLC P.O. BOX 621925 LITTLETON, CO 80162

THOMPSON RIVERS STORAGE AND IRRIGATION COMPANY, LLC 247 E. 4TH STREET LOVELAND, CO 80537

MABEL VENABLE PEDERSEN F/K/A MABEL K. VENABLE 816 1ST ST BERTHOUD, CO 80513

JAMES H. PARSONS, JR. 828 1ST STREET BERTHOUD, CO 80513

JOHN J. CARPENTER AND ELSIE E. CARPENTER, JOINT TENANTS 828 1ST STREET BERTHOUD, CO 80513

HEIRS OR DEVISEES OF I. K. HOYLE, DECEASED ROUTE 3, BOX 648 BROOMFIELD, CO 80020

MILTON LITTLEFIELD JR. ROUTE 3, BOX 648 BROOMFIELD, CO 80020

HEIRS OR DEVISEES OF ARDIS LITTLEFIELD BAZATA, DECEASED ROUTE 3, BOX 648 BROOMFIELD, CO 80020

C. DAVID TAPPY RT. #2 BOX 648 BROOMFILED, CO 80020

LARRI R. TAPPY RT. #2 BOX 648 BROOMFILED, CO 80020

IVAR W. LARSON AND DONNA M. LARSON, JOINT TENANTS 925 NORTH COUNTY ROAD 13 BERTHOUD, CO 80513 LINCOLN ENERGY PARTNERS II, LLC 852 BROADWAY AVE, SUITE 300 DENVER, CO 80203

WONDERLAND RETIREMENT, LLC 14090 N. 95TH LONGMONT, CO 80504

RANDY H. WOLF AND JESSICA J. WOLF, JOINT TENANTS

816 1ST ST BERTHOUD, CO 80513

END-IRA INC. F/B/O JAMES H. PARSONS, JR. IRA, A COLORADO CORPORATION 828 1ST STREET BERTHOUD, CO 80513

CASSIE HOYLE WARREN ROUTE 3, BOX 648 BROOMFIELD, CO 80020

ROBERT LITTLEFIELD ROUTE 3, BOX 648 BROOMFIELD, CO 80020

LLOYD LITTLEFIELD ROUTE 3, BOX 648 BROOMFIELD, CO 80020

HEIRS OR DEVISEES OF PHYLLIS A. MOORE, DECEASED 231 E. RIVERVIEW AVE., SPACE 20 FT. MORGAN, CO 80701

FORREST E. TAPPY RT. #2 BOX 648 BROOMFILED, CO 80020

HEIRS OR DEVISEES OF MICHELLE R. KRAGER, DECEASED RT. #2 BOX 648 BROOMFILED. CO 80020

JOEL H. FLOWERS AND NANCY L. FLOWERS, JOINT TENANTS 809 N COUNTY ROAD 13 BERTHOUD, CO 80513