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

IN THE MATTER OF THE APPLICATION OF WARD)	
PETROLEUM CORPORATION FOR AN ORDER)	CAUSE NO. 407
ESTABLISHING A 1280-ACRE DRILLING AND)	
SPACING UNIT FOR HORIZONTAL WELLS TO)	DOCKET NO. 170300102
THE CODELL AND NIOBRARA FORMATIONS)	
IN SECTION 26 AND 35, TOWNSHIP 1)	TYPE: SPACING
SOUTH, RANGE 67 WEST, WATTENBERG FIELD)	
ADAMS COUNTY COLORADO)	

VERIFIED APPLICATION

COMES NOW, Ward Petroleum Corporation ("Applicant"), by its attorneys, Lohf Shaiman Jacobs Hyman & Feiger PC, and submits it's Verified Application to the Oil and Gas Conservation Commission of the State of Colorado (the "Commission") for an order to establish a 1280-acre drilling and spacing unit in Section 26 and 35, Township 1 South, Range 67 West, 6th P.M, for horizontal wells to the Codell and/or Niobrara Formations, Wattenberg Field, Adams County, Colorado, and in support of its application states as follows:

- 1. Applicant is duly organized and authorized to conduct business in the State of Colorado, and is a duly registered operator in good standing with the Commission, Operator No. 10359.
- 2. Applicant owns leasehold interests in the following described lands in Adams County, Colorado, containing approximately 1280-acres (hereinafter, the "Application Lands"):

Township 1 South, Range 67 West, 6th P.M.

Section 26: All Section 35: All

- 3. On February 19, 1992 (amended August 20, 1993), the Commission issued Order 407-87, which, among other things, established 80-acre drilling and spacing units for production of oil, gas and assorted hydrocarbons from the Codell and Niobrara Formations, with the permitted well locations to be in accordance with Order No 407-1. The Application Lands are subject to Order 407-87 for the Codell and Niobrara Formations.
- 4. On April 27, 1988, the Commission adopted Rule 318A, the Greater Wattenberg Special Well Location, Spacing and Unit Designation Rule ("GWA Rule"), 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 Cretaceous Age Formations from the base of the Dakota Formation to the surface. This Rule supersedes all prior Commission drilling and spacing orders affecting well location and density requirements of Greater Wattenberg Area wells. On December 5, 2005, Rule 318A was amended, among other things, 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, among other things, to address the drilling of horizontal wells. The Application Lands are subject to Rule 318A for the Codell and Niobrara Formations.

- 5. The Commission has issued no other orders establishing drilling and spacing units on the Application Lands regarding horizontal well development of the Codell or Niobrara Formations.
- 6. The online records of the Commission show that no wells are now producing from the Codell or Niobrara Formations in the Application Lands, and there are no pending or issued Applications for Permits to Drill to the Codell or Niobrara Formations for which the wellbore will penetrate the Application Lands.
- 7. Applicant desires to drill and complete horizontal wells to the Codell and/or Niobrara Formations in the Application Lands.
- 8. Applicant requests an order to (a) maintain the approximate 80-acre drilling and spacing units established by Order 407-87 for said Sections 26 and 35, for production of oil, gas and associated hydrocarbons from vertical and directional wells to the Codell and Niobrara Formations; (b) establish the Application Lands as an approximate 1280-acre drilling and spacing unit for the production of oil, gas and associated hydrocarbons from horizontal wells to the Codell and/or Niobrara Formations; (c) permit the drilling, completion and operation of up to twenty-four (24) horizontal wells in such drilling and spacing unit to said Formations; and (d) provide that the treated interval of any such horizontal well shall be no closer than 460-feet from the boundaries of the unit, and no closer than 150-feet from the treated interval of any well producing from the Codell and/or Niobrara Formations, without exception being granted by the Director of the Commission.
- 9. Applicant asserts that establishment of an approximate 1280-acre drilling and spacing unit consisting of the Application Lands, and the provision for up to twenty-four (24) horizontal wells therein, are necessary for and will permit the economic and efficient drainage of the Codell and Niobrara Formations, will prevent waste, will protect correlative rights, and will help assure the greatest ultimate recovery of oil, gas and associated hydrocarbons from the Codell and Niobrara Formations in the Application Lands.
- 10. The requested order should further provide that all such horizontal wells must be drilled from no more than two pads on the surface of such unit, or on adjacent lands with the consent of the surface owner thereof, without exception being granted by the Director of the Commission.
- 11. A drilling and spacing unit of the size and shape specified above is not smaller than the maximum area which can be economically and efficiently drained by a single horizontal well to the Codell or Niobrara Formation in the Application Lands.
- 12. The proposed horizontal wells can be developed in a manner consistent with protection of the environment, public health, safety and welfare.
- 13. The names and addresses of the persons who may be interested parties (owners within the Application Lands) according to the information and belief of the Applicant are set forth on **Exhibit A** attached hereto and made a part hereof.

- 14. A map depicting the acreage contained within the Application Lands is attached nereto as **Exhibit B** and incorporated herein by reference.
- 15. Applicant shall submit a certificate of service for this Application within seven (7) days, as required by Commission Rule 503.e.

WHEREFORE, the Applicant, Ward Petroleum Corporation, respectfully requests that this matter be set for hearing, that notice be given as required by law, and upon such hearing this Commission enter its order to (a) maintain the approximate 80-acre drilling and spacing units established by Order 407-87 for said Sections 26 and 35, for production of oil, gas and associated hydrocarbons from vertical and directional wells to the Codell and Niobrara Formations; (b) establish the Application Lands as an approximate 1280-acre drilling and spacing unit for the drilling of horizontal wells to the Codell and/or Niobrara Formations; (c) provide that up to twenty-four(24) horizontal wells may be drilled in such drilling and spacing unit to said Formations; and (d) provide that the treated interval of any such horizontal well shall be no closer than 460-feet from the boundaries of the unit, and no closer than 150-feet from the treated interval of any well producing from the Codell and/or Niobrara Formations, without exception being granted by the Director of the Commission, under terms which are fair, reasonable and required by law.

Respectfully submitted this 6th day of January 2017.

LOHF SHAIMAN JACOBS HYMAN & FEIGER PC

By:

Michael Morgan #7279 Justin M Plaskov #45053

950 South Cherry Street, Suite 900

Denver, CO 80246

(303) 753-9000; (303) 753-9997 (fax)

mmorgan@lohfshaiman.com

Applicant's Address:

Ward Petroleum Corporation 215 West Oak Street, Suite 1000 Fort Collins, Colorado 80521 (970) 449-4632 kcraig@wardpetroleumfc.com

VERIFICATION

STATE OF COLORADO)		
) ss.		
COUNTY OF LARIMER)		
The undersigned, of lawful age, having been first sworn upon his oath, deposes and states that:		
 He is Landman - Rockies for the Applicant, Ward Petroleum Corporation and maintains his office at 215 West Oak Street, Suite 1000, Fort Collins, Colorado 80521. 		
 He has read the forgoing Verified Application, is familiar with the facts set forth therein, and states that said facts are true and correct to the best of his knowledge, information and belief. 		
Further Affiant sayeth not.		
Kent Craig		
Subscribed and sworn to before me this 29 day of December, 2016.		
Witness my hand and official seal. My commission expires: 12 31 2017		
LISA R PECENKA NOTARY PUBLIC STATE OF COLORADO NOTARY ID 20134080415 MY COMMISSION EXPIRES DECEMBER 31, 2017		

EXHIBIT "A"

TO APPLICATION OF WARD PETROLEUM CORPORATION

Township 1 South, Range 67 West, 6th P.M., Sections 26 and 35

Henderson Aggregate Ltd Po Box 700 Henderson CO 80640

Grizzly Petroleum Company 1801 Broadway Suite 500 Denver, CO 80202

Russell Grace 13185 Brighton Rd Brighton CO 80601-7341

Adams County 4430 S Adams Cty Pkwy Brighton CO 80601-8204

Upland Exploration 424 S Main St Boerne, Texas 78006

Deardorff Dennis J And Deardorff Debra A W 13293 Brighton Rd Brighton CO 80601-7348

Kerr Mcgee Oil and Gas Onshore LP 1099 18th Street Suite 600 Denver, CO 80202

Frei Thomas Jacob Trust 7321 E 88th Ave Henderson CO 80640

Petroshare Corp. 7200 S Alton Way, #B-220 Centennial, CO 80112

Tashiro Stuart And Tashiro Michelle 13393 Brighton Rd Brighton CO 80601 Extraction Oil & Gas LLC 370 17th Street Ste 5300 Denver, CO 80202

Cutler Robert L And Cutler Shirley E 12395 Brighton Rd Henderson CO 80640

CO Energy Minerals Inc 930 17th Street #300 Denver, CO 80202

Prill Michael J and Prill Jolene L 12375 Brighton Rd Henderson CO 80640-9747

Arnold Larry L And Arnold Sharon E 12700 Brighton Rd Brighton CO 80601-7346

Upland Exploration 424 S Main St Boerne, Texas 78006

Bromley Kenneth M Jr and Bromley Lou Ellen 12600 Brighton Rd Rt 3 Brighton CO 80601

Kerr Mcgee Oil & Gas Onshore 1099 18th Street Suite 600 Denver, CO 80202

Holstine Ronald R 3655 Otis Street Wheat Ridge CO 80033

Grizzly Petroleum Company 1801 Broadway, Suite 500 Denver, COI80202 Agfinity Inc 260 Factory Rd Eaton CO 80615-3481

Adame Jose Raul And Adame Consuelo 11285 E 124th Ave Brighton CO 80601-7114

Extraction Oil And Gas 370 17th Street Suite 5300 Denver, CO 80202

Behrmann Larry John And Stinnett Sheryl Lynn 11275 E 124th Ave Brighton CO 80601

Cutler Robert L And Cutler Shirley E 12395 Brighton Rd Henderson CO 80640-9747

Lorentz Jon O And Lorentz Donna R 5460 E 117th Ave Thornton CO 80233

McCartney Herbert R And McCartney Shirley A 11980 E 124th Ave Henderson CO 80640-9801

Krizmanich Charles W 11920 E 124th Ave Henderson CO 80640

Scheere Melissa 11900 E 124th Ave Henderson CO 80640-9610

White Brennon D Seely And Mandeville Shelby 11880 E 124th Ave Henderson CO 80640-9612 Nelson Constance H 11810 E 124th Ave Henderson CO 80640-9612

Wright Clayton T 12398 Oakland St Henderson CO 80640-9634

Diorio Kelly And Diorio James J 12397 Oakland Street Henderson CO 80640

Union Pacific Railroad Co c/o Property Tax Dept 1400 Douglas Stop 1640 Omaha Ne 68179-1640

Fagan Shirley Lee 11500 E 124th Ave Brighton CO 80601

Billings Daryl Dean And Billings Joyce Elaine PO Box 143 Henderson CO 80640

Reichardt Carl E And Reichardt Therese M 12340 Oakland St Henderson CO 80640-9634

Chappell Kathryn R 11288 E 124th Ave Henderosn CO 80640

Milo Nicholas J 12365 Oakland St Henderson CO 80640

Ramirez Saul 12360 Oakland St Henderson CO 80640

Shiraba LLC 12331 Peoria St Henderson CO 80640

Lares-Karageorgis George Et Al 2582 Wynterbrook Dr Highlands Ranch CO 80126 Shippy Ronald 12301 Peoria St Henderson CO 80640

Farner Thomas A 12311 Peoria St Henderson CO 80640

Barringer Cherie And Bailey Shirley F 12280 Oakland Street Henderson CO 80640

Dietz Judy 12291 Peoria St Henderson CO 80640

Montoya Roy Anthony 12200 Oakland Street Henderson CO 80640

Scott Michael L 12180 Oakland St Henderson CO 80640

Brewster Hans Joachim And Lynda L 12170 Oakland St Henderson CO 80640 Little Stacey and Barnes-Little Jacquelyn 12160 Oakland St Henderson CO 80640

Cahlander Susan M and Dunn James J 12121 Oakland St Henderson CO 80640

Carrillo Jesus and Carrillo Martha 19920 E 58th Dr Aurora CO 80019

Sandoval America And Ruiz Jose W 12081 Oakland Street Henderson CO 80640

Montoya Ruben A 12110 Oakland St Henderson CO 80640 Casas-Rodarte Dionicio 11821 East 121st Ave Henderson CO 80640

Guerin Richard L Po Box 116 Henderson CO 80640

Burrows Cindy S Po Box 472 Berthoud CO 80513

Benson Ronda A 11835 E 121st Ave Henderson CO 80640

Cross Barbara And Crespin Robert F Sr 11845 E 121st Ave Henderson CO 80640

Merich David L 11855 E 121st Avenue Henderson CO 80640

Enloe Vickie I 4928 Holly Street Kansas City Mo 64112

Morganti Cesare E 1147 S Peak View Dr Castle Rock CO 80109-9524

Bowman James And Andrews Shelli A 11930 E 121st Ave Henderson CO 80640-9616

Morganti Cesare E Jr 1147 Peakview Drive Castle Rock CO 80109

Hitner Stanley K and Hitner Mary and Hitner Brice 11951 E 120th Ave Brighton CO 80601

11485 E 124th LLC c/o Warren J Collier 14900 Akron St Brighton CO 80602 Bostrom Sharon A 12550 Brighton Rd Brighton CO 80601

Pawlak Matthew And Nathalie 12500 Brighton Rd Brighton CO 80601

Zigan Steven And Joni 10900 E 126th Ave Brighton CO 80601

Montoya Michael And Sandra 10800 E 126th Ave Brighton CO 80601

Cooper Scott Richard Cooper Tracy Daneen 12420 Brighton Rd Brighton CO 80601

Vaughn Todd L And Vaughn Laura L 11221 E 124th Ave Brighton CO 80601

Bliss William G And Bliss Charlene M 12460 Brighton Rd Brighton CO 80601-7350

Zigan Homeowners Assn 10801 E 124th Ave Brighton CO 80601-7114

Dietz Carol W 1/2 Int Dietz Leonard P Jr 1/2 Int 12271 Peoria St Henderson CO 80640-9638

Henderson Aggregate Ltd 7321 E 88th Ave Henderson CO 80640

Hamilton Patricia L Lvg Tst 10485 Henderson Rd Brighton CO 80601-8111 Henderson Water Ski Club c/o Tom Krueger 15037 W 49th Place Golden CO 80403

Trunkenbolz LLC 609 S 1st Ave Brighton CO 80601

Moore Gerald A And Moore Patricia A 12071 Oakland St Henderson CO 80640

County Of Adams 4430 S Adams Cty Pkwy Brighton CO 80601-8204

Hanson Robert S And Hanson Terrie L 11001 E 120th Ave Henderson CO 80640

City Of Brighton 500 S 4th Ave Brighton CO 80601

Zigan Theodore 2724 Castle Glen Ct Castle Rock CO 80108

Holstine Ronald R 3655 Otis St Wheat Ridge CO 80033

Adams County Hist Society 9601 Henderson Rd Brighton CO 80601

Kendrick Thomas E And Vendegna Angela M 12190 Oakland St Henderson CO 80640-9631

Hillje Family LP PO Box 35 Ft Lupton CO 80621

K And M Shannon LLC PO Box 843 Brighton CO 80601 Beluscak Connie Jean And Beluscak Vincent J 10757 E 124th Ave Brighton CO 80601-7138

Zigan Florian B 10801 E 124th Ave Brighton CO 80601-7114

GSL/Brush LLC 4131 S State Street Chicago IL 60609-2942

Hyatt Donald E And Hyatt Dorothy L 12151 Oakland St Henderson CO 80640

Hyatt Donald Eugene And Hyatt Dorothy Louise 12151 Oakland St Henderson CO 80640-9632

Sanchez Matthew D And Lisabeth C c/o Market Place Realty 90 West 84th Ave Denver CO 80260-4808

Henderson Congregat'l Church c/o Board Of Trustees 12001 Oakland St Henderson CO 80640

Moore Patricia A And Moore Jerry A 12071 Oakland St Henderson CO 80640

Adams County 4430 S Adams Cty Pkwy Brighton CO 80601-8204

Solheim John 6878 Wyman Way Westminster CO 80030

Shiraba LLC 12153 Moline Street Henderson CO 80640 Henderson Aggregate Ltd 7321 E 88th Ave Ste 100 Henderson CO 80640-8137

Einspahr Norman J And Einspahr Charlene R 12840 Brighton Rd Brighton CO 80601

Shurtleff Joseph W And Shurtleff Mindy 12770 Brighton Rd Brighton CO 80601

Heinz Robert A Po Box 648 Henderson CO 80640

Alonso Reynaldo 11225 E 124th Avenue Brighton CO 80601

Bromley Dist Water Providers c/o Bromley Companies LLC 8301 E Prentice Ave Ste 100 Greenwood Vlg CO 80111

Henderson Congregation Church Attn Board Of Trustees 12001 Oakland St Henderson CO 80640

Oden Paula S 12061 E 120th Ave Brighton CO 80601-7139

All Secure Self Storage LLC 127 Brookdale Ave Buena Vista CO 81211-9616

Andrews Russell W 11983 E 124th Ave Henderson CO 80640 120 85 LLC 10925 E 120th Ave Henderson CO 80640

Shannon Kenneth And Margaret Real Estate LLC PO Box 843 Brighton CO 80601

Godwin James A And Godwin Connie S PO Box 422 Henderson CO 80640

Partnership 15 LLC 700 Billings Street #L Aurora CO 80011

Wilber A. Carter No Address *

Alice Carter Ball No Address *

Martha Gaspar 290 Weld County Rd 15 Brighton, CO 80601

Zigan HOA 10801 E 124th Ave Brighton, CO 80601

In The Estate Of Ellwyn Eugene Rucker Deceased 6295 Misty Way Longmont, CO 80501

John A. Rucker, Deceased 306 South Sunset Drive, Brighton, CO 80601 Helen M. Rucker 328 Geothals Drive, Richland, Wa 99352

Georgia L. Miller And William A. Miller, JT 900 N Cleveland St #33 Oceanside, CA 92054

Rueben O. Gastufan 13502 Weld CO Road 6, Fort Lupton, CO 80621

Lou Ellen Bromley 12600 Brighton Rd Route 3 Brighton, CO 80601

Robert A. Heinz, Karen L. Mccarty, Diana L. Seymour, Trustees 1186 East Kettle Avenue Centennial, CO 801223

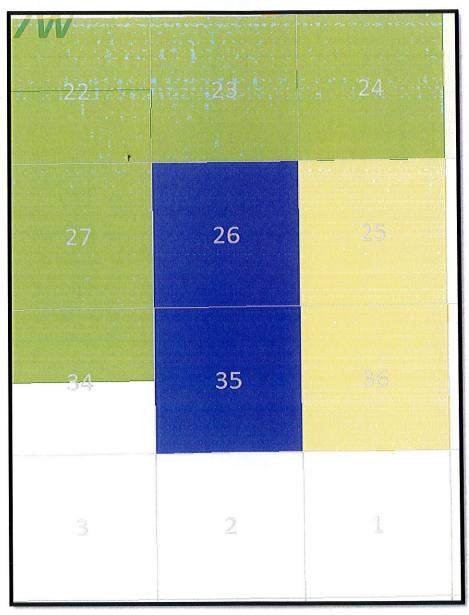
Wilbert J. Bolstrom 12550 Brighton Road Brighton, CO 80601

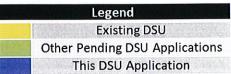
Christopher Simmons Adams County Community and Economic Development 4300 S. Adams County Pkwy Brighton, CO 80601

Tom Shreiner, Energy Liaison Division Parks & Wildlife 6060 Broadway Denver, CO 80216

Kent Kuster, Oil & Gas Consultant Coordinator Dept. of Health & Environment 4300 Cherry Creek Dr S Denver, CO 80246

Exhibit "B" 1S-67W Sections 26 & 35





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

IN THE MATTER OF THE APPLICATION OF WARD PETROLEUM CORPORATION FOR AN ORDER ESTABLISHING A 1280-ACRE DRILLING AND SPACING UNIT FOR HORIZONTAL WELLS TO THE CODELL AND NIOBRARA FORMATIONS IN SECTION 26 AND 35, TOWNSHIP 1 SOUTH, RANGE 67 WEST, WATTENBERG FIELD, ADAMS COUNTY, COLORADO))) CAUSE NO. 407)) DOCKET NO. 170300102)) TYPE: SPACING)
AFFIDAVIT OF M	IAILING
STATE OF COLORADO) ss.	
CITY & COUNTY OF DENVER)	
J. Michael Morgan, of lawful age and being first declares:	duly sworn upon his oath, states and
That he is the attorney for Ward Petroleum Corpanuary // , 2017, he caused a copy of the attached United States Mail, postage prepaid, addressed to the Application.	d Verified Application to be deposited in the
J. Migh	hael Morgan
Subscribed and sworn to before me this Ith day of Ja	inuary, 2017.
Witness my hand and official seal. My commission expires: 3 5 2019	
SHARON FOWLE NOTARY PUBLIC STATE OF COLORADO NOTARY ID 19954003253 MY COMM:SSICN EXPIRES MARCH 5, 2019	Sharou Towle Notary Public