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

IN THE MATTER OF THE APPLICATION)	CAUSE NO.	
OF THE PROMULGATION AND	Ś		
ESTABLISHMENT OF FIELD RULES TO		DOCKET NO.	
GOVERN OPERATIONS FOR THE	í		
NIOBRARA FORMATION, WATTENBERG		TYPE:	POOLING
FIELD, WELD COUNTY, COLORADO	í		

APPLICATION

PDC Energy, Inc. (Operator No. 69175) ("PDC"), by and through its attorneys, Burns, Figa, & Will, P.C., respectfully submits this Application to the Oil and Gas Conservation Commission of the State of Colorado (the "Commission") for an order pooling all interests within an approximate 280-acre Wellbore Spacing Unit, as further defined below, for the drilling of the Boulter Farms 27H-232 well (API No. 05-123-43521) ("Well"), for the development of the Niobrara formation on the following described lands:

Township 5 North, Range 65 West, 6th P.M.

Section 26: S1/2SW1/4, SW1/4SE1/4

Section 27: S1/2S1/2

Weld County, Colorado, containing approximately 280.00 acres ("Application Lands")

In support of its Application, PDC states and alleges as follows:

- 1. PDC is a corporation duly authorized to do business in Colorado and is registered as an operator in good standing with the Commission.
- 2. PDC is an Owner with the right to drill into and produce from the Application Lands.
- 3. Rule 318A, as amended on August 8, 2011 addresses the drilling of horizontal wells under Rule 318A.a.(4)D. Rule 318A was originally established on April 27, 1998 to allow for certain drilling locations to drill or twin an existing well, deepen a well, or recomplete a well. Rule 318A also provided for the commingling of any or all of the Cretaceous Age formations from the Dakota formation to the surface. Rule 318A was first amended on December 5, 2005 to allow for interior infill and boundary wells and spacing units.
- 4. On February 19, 1992, the Commission entered Order No. 407-87 (amended August 20, 1993) which, among other things, established 80-acre drilling and spacing units for the production of oil, gas, and associated hydrocarbons from the Codell-Niobrara formations, the Codell formation, and the Niobrara formation underlying certain

lands, including the Application Lands, with the permitted well locations in accordance with the provisions of Order 407-1.

- 5. No other orders have been entered for the Application Lands.
- 6. PDC designated this 280-acre Wellbore Spacing Unit for the production of oil, gas, and associated hydrocarbons from the Niobrara formation as provided by Rule 318A and notified the appropriate parties under Rule 318A.
- 7. Under the provisions of Rule 530 and C.R.S. § 34-60-116(6)–(7), PDC requests an order pooling all interests, including non-consenting interests and the ability to drill through all tracts, in the Application Lands for the development of the Niobrara formation underlying the following approximate 280-acre Wellbore Spacing Unit:

Township 5 North, Range 65 West, 6th P.M.

Section 26: S1/2SW1/4, SW1/4SE1/4

Section 27: S1/2S1/2

Weld County, Colorado ("Wellbore Spacing Unit" in this Application)

- 8. PDC requests that the Commission's pooling order be made effective as of the earlier date of this Application, or the date that the costs specified in C.R.S. § 34-60-116(7)(b)(II) are first incurred for the drilling of the Boulter Farms 27H-232 well to the Niobrara formation on the Application Lands.
- 9. PDC certifies that copies of this Application will be served on all owners of the mineral estate, as indicated and required by Rule 507.b(2), underlying the tracts of the Application Lands to be pooled within seven (7) days of the date hereof, and that at least thirty-five (35) days prior to the hearing on this matter, each such interest owner not already leased or voluntarily pooled will be offered the opportunity to lease, or to participate in the drilling of the Well, and will be provided with the information required by Rule 530. The list of such Interested Parties, with all known parties to be pooled, is attached as Exhibit A.
- 10. In order to prevent waste and to protect correlative rights, all interests and tracts in the Wellbore Spacing Unit should be pooled for the orderly drilling and development of the Niobrara formation.

WHEREFORE, PDC respectfully requests that this matter be set for hearing at the next available opportunity, that notice be given as required by law, and that the Commission enter an Order:

- A. Pooling all interests in the Application Lands and the Wellbore Spacing Unit for the development of the Niobrara formation;
- B. Providing that the Commission's pooling order is made effective as of the earlier date of the Application, or the date that the costs specified in C.R.S.

- § 34-60-116(7)(b)(II) are first incurred for the drilling of the Boulter Farms 27H-232 well in the Wellbore Spacing Unit to the Niobrara formation on the Application Lands;
- C. Providing that the interests of any owners with whom PDC has been unable to secure a lease, other agreement to participate in the drilling of the authorized well(s), or those who consented to be pooled are pooled by operation of statute, pursuant to C.R.S. § 34-60-116(7), and made subject to the cost recovery provisions thereof with respect to the Boulter Farms 27H-232 well drilled to develop the Niobrara formation in the Wellbore Spacing Unit comprised of the Application Lands; and
- D. Providing for such other findings and order as the Commission may deem proper or advisable in this matter.

[SIGNATURE PAGE FOLLOWS]

DATED this 30th day of November, 2017.

Respectfully submitted,

PDC Energy, Inc.

Rv.

Michael T. Jewell, Esq. #40902 Courtney M. Shephard, Esq. #47668

Burns, Figa & Will, P.C. 6400 S. Fiddler's Green Circle - Suite 1000 Greenwood Village, CO 80111

PDC Energy, Inc. Mr. J. Tyler Sims, MBA, CPL 1775 Sherman Street - Suite 3000 Denver, CO 80203

VERIFICATION

STATE OF COLORADO)	
)	SS,
COUNTY OF DENVER)	

The undersigned, of lawful age, having been first sworn upon his oath, deposes and states that:

- 1. He is a Senior Regional Landman PDC Energy, Inc., which address is 1775 Sherman Street, Suite 3000, Denver, CO 80203.
- 2. He has read the attached application for the Boulter Farms 27H-232 well, is familiar with the facts set forth therein, and states that said facts are true and correct to the best of his knowledge and belief.

Further Affiant sayeth not.

J. Tyler Sims, MBA, CPL

Subscribed and sworn to before me this 29th day of November, 2017.

Witness my hand and official seal.

My commission expires: Nov. 20, 2020

MEGAN GUNNUFSON NOTARY PUBLIC STATE OF COLORADO NOTARY ID 20084036848 MY COMMISSION EXPIRES NOVEMBER 20, 2020 Megan Gump

EXHIBIT A

Interested Parties

Boulter Farms 27H-232 Well

"*" denotes the interested parties that <u>may</u> be subject to the statutory cost recovery provisions of C.R.S. § 24-60-116.

PDC Energy, Inc.
ABA Revocable Trust*
Andrew Kennedy Learning*
Barry L. Snyder*
Bill L. Dumler*
David C. Wilkinson*
Dennis D. Loose and Sharlene A. Loose, JT*
Donald A. Roth*
Dorothea Sharon Sweet, as Trustee of the Heidbrink Family Trust*
Douglas Lee Herbster or Myra Joan Herbster, as Trustee of the Herbster Family Trust*
Eileen Dumler*
George E. Neukirch and Evelyn L. Neukirch, JT*
George Everett Bunting and Sandra Camille Bunting, JT*
Henry L. Giesick*
Hugh J. Leaming and Olive Leaming, JT*
James A. Ford*
James Lee Sitzman, Jr. *
Jay L. Sitzman*
Jerry Lee Karbs*
John Frederick Schmidt*
John G. Brant*
Joseph F. Zufall and LaVeta A. Zufall, JT*
Leo J. Sitzman*
Lydia Dietrich Trust*
Michael J. Boulter and Daisy I. Boulter, JT*
Michael J. Roth*
Richard L. Roth*
Robert A. Roth*

Ryan G. Fadeley and Anna C. Fadeley, JT*

Stelaron, Inc. *

Taku Resources LLC*

The Jack Donald Bennallack and Sylvia C. Bennallack Revocable Trust*

The Londell A. Bunting Family Trust*

The Lower Latham Reservoir Company*

The Union Central Life Insurance Company*

Wanda K. Sitzman*

EXHIBIT B

Plat

Boulter Farms 27H-232 Well

[ATTACHED]

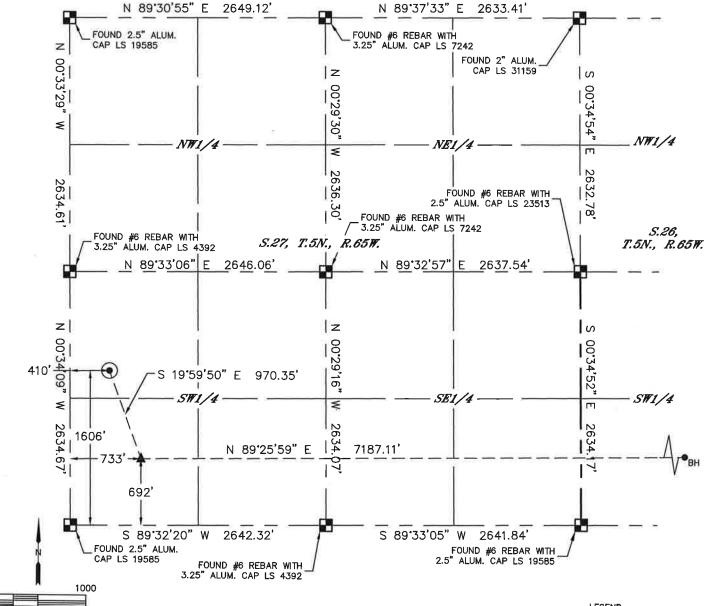


Lat40°, Inc. 6250 W. 10th Street, Unit 2, Greeley, CO 970-515-5294

WELL LOCATION CERTIFICATE

BOULTER FARMS 27H-232

SECTION: 27 TOWNSHIP: 5N RANGE: 65W 6TH. P.M. WELD COUNTY, CO



CLIENT: PDC ENERGY				LANDMAN: PATRICK FINLEY					
INSTRUMENT OPERATOR: CASEY KOHOUT				SURVEY DATE	: 1/4/2016	SURFACE USE: CROP LAND			
SH	IL FO	OTAGE		SHL LAT°	SHL LONG °	SHL PDOP	SHL ELEV (FT.)	SHL 1/4/1/4	SHL S-T-R
1606	FSL	410	FWL	40.36748	-104.65739	1.4	4658	NWSW	27-5-65

BHL FOOTAGE			BHL LAT°	BHL LONG °	BHL S-T-R	EP LAT°	EP LONG °	EP S-T-R	
713	FSL	2636	FWL	40.36497	-104.63044	26-5-65	40.36497	-104.65623	

NEAREST CULTURAL ITEMS				
BUILDING	±592' SW			
BUILDING UNIT	±634' SW			
HIGH OCCUPANCY BUILDING UNIT	5280'+			
DESIGNATED OUTSIDE ACTIVITY AREA	5280'+			
PUBLIC ROAD (COUNTY ROAD 43)	±399' W			
ABOVE GROUND UTILITY	±311' SE			
RAILROAD	±1845' SE			
PROPERTY LINE	+410' W/			

1"=1000

1) Bearings shown are Grid Bearings of the Colorado State Plane Coordinate System, North Zone, North American Datum 1983. The lineal dimensions as contained herein are based upon the "U.S. Survey Foot."

- Distances to section lines measured at 90 degrees from said section lines.
- Ground elevations are based on an observed GPS elevation (NAVD 1988 DATUM).
- 4) Latitude and Longitude shown are (NAD 83
- 5) IMPROVEMENTS: See LOCATION DRAWING for all visible improvements within 500' of oil and
- 6) This map does not represent a boundary

LEGEND

- = ALIQUOT MONUMENT AS DESCRIBED
- = CALCULATED POSITION
- SURFACE HOLE LOCATION (SHL)
- = ENTRY POINT LOCATION (EP)
- BH BOTTOM HOLE LOCATION (BHL)
- = EXISTING WELL



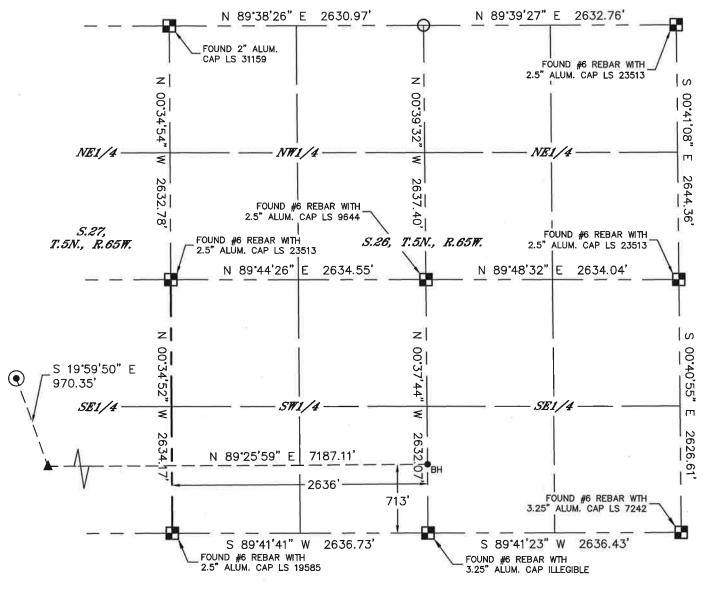
SHEET 1 OF 2 WALLAND Brian T. Brinkman-On behalf Colorado Licensed Professional DATE: 3/18/2016 Land Surveyor No. 38175 PROJECT#: 2015094

Lat40°, Inc. 6250 W. 10th Street, Unit 2, Greeley, CO 970-515-5294

WELL LOCATION CERTIFICATE

BOULTER FARMS 27H-232

SECTION: 27 TOWNSHIP: 5N RANGE: 65W 6TH. P.M. WELD COUNTY, CO



NOTE:

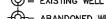
1000

1"=1000'

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- GPS elevation (NAVD 1988 DATUM). 4) Latitude and Longitude shown are (NAD 83
- DATUM).
- 5) IMPROVEMENTS: See LOCATION DRAWING for all visible improvements within 500' of oil and gas location.
- súrvev.

LEGEND

- = ALIQUOT MONUMENT AS DESCRIBED
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- BH BOTTOM HOLE LOCATION (BHL)
- \bigcirc = existing well





SHEET 2 OF 2

Brian T. Brinkman—On behalf inc.

Colorado Licensed Professional DATE: 3/18/2016

PROJECT#: 2015094

6) This map does not represent a boundary

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

IN THE MATTER OF THE APPLICATION OF THE PROMULGATION AND ESTABLISHMENT OF FIELD RULES TO GOVERN OPERATIONS FOR THE NIOBRARA FORMATION, WATTENBERG FIELD, WELD COUNTY, COLORADO)) DOCKET NO. 180100095
CERTIFICATE O	OF SERVICE
Courtney M. Shephard, of lawful age, and bein declares:	g first duly sworn upon her oath, states and
That she is the attorney for PDC Energy, Inc., and of the Application submitted to COGCC on Nove States Mail, postage prepaid, addressed to the Application.	ember 30, 2017, to be deposited in the United
C L B 6	Courtney M. Shephard, Esq. icense #47668 Burns, Figa & Will, P.C. 400 S. Fiddler's Green Circle – Suite 1000 Greenwood Village, CO 80111
STATE OF COLORADO)) SS. COUNTY OF ARAPAHOE)	
Subscribed and sworn to before me this	
PARASIA OLEKSIUK NOTARY PUBLIC STATE OF COLORADO NOTARY ID 20154021765 MY COMMISSION EXPIRES JUNE 3, 2019	2 - 0 <u> </u>