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

IN THE MATTER OF AN APPLICATION BY SRC ENERGY INC. FOR AN ORDER POOLING ALL INTERESTS IN TWO APPROXIMATE 560-ACRE DESIGNATED HORIZONTAL WELLBORE SPACING UNITS ESTABLISHED FOR CERTAIN PORTIONS OF SECTIONS 8, 9, 10, 15, 16, AND 17, TOWNSHIP 6 NORTH, RANGE 66 WEST, 6TH P.M., FOR THE DEVELOPMENT/OPERATION OF THE CODELL AND NIOBRARA FORMATIONS, WATTENBERG FIELD, WELD COUNTY, COLORADO

CAUSE NO. 407

DOCKET NO.

TYPE: POOLING

APPLICATION

SRC Energy Inc. (Operator No. 10311) ("SRC" 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 two (2) approximate 560-acre horizontal wellbore spacing units established for certain portions of Sections 8, 9, 10, 15, 16, and 17, Township 6 North, Range 66 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 owns a leasehold interest in the below-listed lands:

Township 6 North, Range 66 West, 6th P.M.

Section 8: SE1/4SE1/4

Section 9: S½S½

Section 10: S1/2SW1/4

Section 15: N½NW¼

Section 16: N½N½

Section 17: NE¼NE¼

Wellbore Spacing Unit ("WSU") Nos. 1 and 2 560 acres, more or less, Weld County, Colorado.

These lands are hereinafter 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 two (2) approximate 560-acre horizontal wellbore spacing units comprised 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. Harvesters State 30C-16-M (API No. to be assigned) Codell Formation WSU #1
- b. Harvesters State 30N-16B-M (API No. to be assigned) Niobrara Formation WSU #2 These wells are hereinafter 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 and 2 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 and 2.
- 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, this Commission enter its order:

- A. Pooling all interests in WSU Nos. 1 and 2 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 and 2.
- 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,

SRC ENERGY INC.

By: Jillian Fulcher

James 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

Address of Applicant SRC Energy Inc. ATTN: Matt Johnson 1625 Broadway, Suite 300 Denver, Colorado 80202

VERIFICATION

STATE OF COLORADO)
) ss.
CITY & COUNTY OF DENVER)

Matt Johnson, Senior Landman for SRC Energy Inc., upon oath deposes and says that he has read the foregoing Application and that the statements contained therein are true to the best of his knowledge, information, and belief.

SRC EMERGY INC.

Matt Johnson

Subscribed and sworn to before me this 15 day of Johnay, 2018, by Matt Johnson, Senior Landman for SRC Energy Inc.

Witness my hand and official seal.

My commission expires: 11 /25 /2019

FRANCESCA C GENTILE Notary Public State of Colorado Notary ID 20154045629 My Commission Expires Nov 25, 2019

Notary Public

Exhibit A

Reference Map for Pooling Application

Township 6 North, Range 66 West, 6th P.M.

Section 8: SE1/4SE1/4

Section 9: S½S½

Section 10: S1/2SW1/4

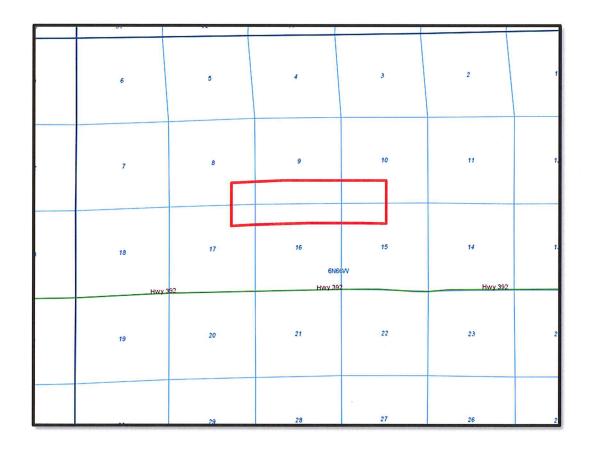
Section 15: N½NW¼

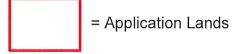
Section 16: N½N½

Section 10. 11/2/11/2

Section 17: NE1/4NE1/4

Wellbore Spacing Unit ("WSU") Nos. 1 and 2 560 acres, more or less, Weld County, Colorado





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IN THE MATTER OF AN APPLICATION BY SRC ENERGY INC. FOR AN ORDER POOLING ALL INTERESTS IN TWO APPROXIMATE 560-ACRE DESIGNATED HORIZONTAL WELLBORE SPACING UNITS ESTABLISHED FOR CERTAIN PORTIONS OF SECTIONS 8, 9, 10, 15, 16, AND 17, TOWNSHIP 6 NORTH, RANGE 66 WEST, 6TH P.M., FOR THE DEVELOPMENT/OPERATION OF THE CODELL AND NIOBRARA FORMATIONS, WATTENBERG FIELD, WELD COUNTY, COLORADO

CAUSE NO. 407

DOCKET NO. 180300160

TYPE: POOLING

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:

Grace Go-Hoveland

Subscribed and sworn to before me this

day of January, 2018.

Witness my hand and official seal.

Notary Public

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

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.

ALEXANDRA SHAW UPPER COTTAGE, ABBOTS ANN ANDOVER, HAMPSHIRE SP11 7BA UK

D. JEFFREY KIRN A/K/A DOUGLAS J. KIRN 10712 CHERRY CT. THORNTON, CO 80233-4537

MARY LEE MILLER 3836 MARQUETTE DALLAS, TX 85225

VICTORIA SHAW HOMELEA FARM, PYLEIGH LYDEARD ST LAWRENCE, TAUNTON TA4 3RA UK

GUTTERSEN & COMPANY PO BOX 2176 GREELEY, CO 80632-2176

ALEXANDRA WOODMANSEE, F/K/A ALEXANDRA EATON 11564 KILDEER AVE. GLENCOE, MN 55336

BENJAMIN A. EATON 24206 CURRANT DR. GOLDEN, CO 80401

BETTY M. JOHNSON 1931 13TH ST. GREELEY, CO 80631-4551

BILLY G. SHUTTS 2164 RIVER WEST DR. WINDSOR, CO 80550

BOOTH LAND AND LIVESTOCK COMPANY PO BOX 72 LUCERNE, CO 80646-0072

CAROL E. PRESTON, TRUSTEE OF BRYAN GRAHAM TRUST 4912 FIRWOOD DR. LAKE OSWEGO, OR 97035 CAROL E. PRESTON, TRUSTEE OF THE BRYAN GRAHAM TRUST DATED JULY 14, 1994 4912 FIRWOOD DR. LAKE OSWEGO, OR 97035

CAROL E. PRESTON, TRUSTEE OF THE ROBIN A. JANSSEN TRUST 4912 FIRWOOD DR. LAKE OSWEGO, OR 97035

CHARLES H. EATON, AKA CHARLES HERBERT EATON 5800 GLEN EAGLE CT. AVON, IN 46123

CHARLES W. LOVELY 2875 MONACO PARKWAY DENVER, CO 80207

DANA P. IVERS, TRUSTEE OF THE MARY E. O'NEIL FAMILY GENERATION SKIPPING TRUST PO BOX 1828 TELLURIDE, CO 81435

DONALD AND DELORES
HERGERT, TRUSTEES OF THE
DONALD E. HERGERT LIVING TRUST
DATED OCTOBER 7, 2005
33768 WELD COUNTY ROAD 27
GREELEY, CO 80631

DOUGLAS ERIC PETERSEN, JR. AND ANDREA LYNN PETERSEN, JTS 34112 COUNTY ROAD GREELEY, CO 80631

ESTATE OF HAROLD ANDERSON 316 CANADIAN PARKWAY FT. COLLINS, CO 80524

FAMILY TRUST UNDER WILL OF FRANK A. KEMP 146 15TH AVENUE SAN FRANCISCO, CA 94118 HAYTHORN BROS., LLLP 630 CHEYANNE AVE. EATON, CO 80615-8700

HEIRS, DEVISEES OR SUCCESSORS OF M. PHILLIP DAVIS 18623 VINTAGE ST. NORTHRIDGE, CA 91324-1527

HOLLIDAY DINES PO BOX 839 LA JOLLA, CA 92038

JAMES D. KESELBURG AND SUSAN K. KESELBURG, JTS 1543 POINT VISTA AVE HENDERSON, CO 89014

JDHS, LLC PO BOX 602 LINGLE, WYOMING 82223

JILLIAN H. ADLER AND ADAM J. ADLER, JTS 14469 BULRUSH DRIVE GREELEY, CO 80631

JOSEPH A. HOFF AND ELAINE D. HOFF (JTWROS) 34251 WELD COUNTY ROAD 31 GREELEY, CO 80631

KATHLEEN JO HERGERT PO BOX 341 ETHEL, WA 98542-0341

KIMBERLY MCGEE EATON 6209 E MCKELLIPS RD. #272 MESA, AZ 85215

KYLE D. JENSEN AND CARRIE A. JENSEN 34024 COUNTY ROAD 29 GREELEY, CO 80631-9397

LAWRENCE CHRISTOPHER EATON, A/K/A CHRIS EATON 201 CIRCLE DR. BOZEMAN, MT 59715

MARGARET AMY ROYER, A/K/A AMY ROYER 110 SPLENDID VIEW KALISPELL, MT 59901

MARTHA E. DIEBOLD REVOCABLE TRUST PO BOX 236 LYME, NH 03768

NANCY EATON-STUVE, FKA NANCY LEIGH EATON 2802 SITTING BULL WAY FORT COLLINS, CO 80525 NATALIE J. SENA 3932 CARLILE AVE. PUEBLO, CO 81005-1116

PATRICIA J. SHUTTS 2164 RIVER WEST DRIVE WINDSOR, CO 80550

PENNY HANCOCK, AKA PENNY EATON HANCOCK, FKA PENNY ANN EATON 2750 KOOTENAI ST. PACATELLO, ID 83201

PETER MARTIN AND ELIZABETH MARTIN (JTWROS) 14953 COUNTY ROAD 70 GREELEY, CO 80631

RANDY N. WILLIAMS 14473 BULRUSH DRIVE GREELEY, CO 80631

REX C. EATON III 1736 CLEMONT ST. DENVER, CO 80220

RICHARD H. HERGERT 303 44TH AVENUE GREELEY, CO 80634

ROBERT L. EATON, JR. 1571 ROUTE 30 CORNWALL, VT 05753

ROBIN CONE DELP 4265 CR 23 RIDGEWAY, CO 81432

ROSEMARY T. EATON C/O MICHAEL EATON, POA, 2118 CARRHILL RD. VIENNA, VA 22181

SCHULYER E. CONE 6940 GURA RD. ATHENS, OH 45701

SCOTT L. DUCOMMUN AND CHRISTINA L. DUCOMMUN, JTS 14475 BULRUSH DRIVE GREELEY, CO 80631

SONIA L. BURRON, SOLE TRUSTEE UNDER THE SONIA L. BURRON LIVING TRUST DATED SEPTEMBER 30, 2003 15374 COUNTY ROAD 70 GREELEY, CO 80631-9429

THE CHARLES H. EATON LIVING TRUST 5800 GLEN EAGLES CT. AVON, IN 46123

WILLARD BURBACH AND ARLENE BURBACH, TIC 33610 COUNTY ROAD 31 GREELEY, CO 80631-9377

BAYSWATER RESOURCES LLC 730 17TH ST., STE. 500 DENVER, CO 80202

INCLINE NIOBRARA PARTNERS, LP 5019 N CENTRAL EXPY, STE. B DALLAS, TX 75205

RICHARD D. DOLECEK 330 CONIFER DR. EVERGREEN, CO 80439-4325

WILLIAM M. BASS AND CARRIE L. BASS, JT 2474 S. GARFIELD ST. DENVER, CO 80210

ALEXANDRA EATON WOODMANSEE 11564 KILDEER AVE. GLENCOE, MN 55336

BENARD HAROLD ANDERSON AND JOYCE Y. ANDERSON, JT 3316 CANADIAN PARKWAY FT. COLLINS, CO 80524

BETHKUJO, LLC 1931 13TH ST. GREELEY, CO 80631

BEVERLY A. PAPPENHEIM REVOCABLE TRUST DATED FEBRUARY 6, 1999 915 S COLUMBUS ST. YUMA, CO 80759

BLUEBIRD ENERGY PARTNERS, LLC 9055 E. MINERAL CIR., STE. 110 CENTENNIAL, CO 80112

CADE OIL AND GAS, LLC 7844 S. GAYLORD WAY LITTLETON, CO 80122

CAROL E. PRESTON, TRUSTEE OF BRYAN GRAHAM TRUST DATED JULY 14, 1994 4912 FIRWOOD DR. LAKE OSWEGO, OR 97035

CAROL E. PRESTON, TRUSTEE OF THE ROBIN A. JANSEEN TRUST DATED JULY 14, 1994 4912 FIRWOOD DR. LAKE OSWEGO, OR 97035

CARPENTER ENTERPRISES 275 NORTH STREET RIDGEFIELD, CT 06877-2512 CHARLES R. FELDPAUSCH AND NORA I. FELDPAUSCH, JT 34600 COUNTY ROAD 31 GREELEY, CO 80631

CURZON MANAGEMENT, LLC 1116 WILTSHIRE AVE. SAN ANTONIO, TX 78209

DEBRA ANN PAGE PO BOX 864 FT. COLLINS, CO 80522

DOROTHY THOMAS PHELPS 2801 B STREET #150 SAN DIEGO, CA 92102

ERIC L. EATON 1540 PARKVIEW RD. MAPLE PLAIN, MN 55359

ETCHEPARE L.L.C. C/O MCGEE HEARNE & PAIZ LLP PO BOX 1088 CHEYANNE, WY 82003

FREDERICKSBURG ROYALTY, LTD 5111 BROADWAY SAN ANTONIO, TX 78209

HEGERT LAND AND CATTLE COMPANY 33766 COUNTY ROAD 27 GREELEY, CO 80631-9354

HEIRS, DEVISEES OR SUCCESSORS OF W. THOS. DAVIS, AKA W. THOMAS DAVIS 18623 VINTAGE ST. NORTHRIDGE, CA 91324-1527

JACQUELINE D. HERGERT 3920 COLUMBIA HEIGHTS RD. LONGVIEW, WA 98632-9513

JAMES V. PINKERTON 14465 BULRUSH DR. GREELY, CO 80631

JENNIFER H. QUESNELL 35012 S. 1018PR SE KENNEWICK, WA 99338-9415

JONATHAN L. STECKEL AND BECKY C. STECKEL, JTS 14471 BULRUSH DRIVE GREELEY, CO 80631

JUDITH E. FEDDER 111 TERUMI LN. LONGVIEW, WA 98632-5157 KIMBERLY EATON, AKA KIMBERLY MCKEE EATON 6209 E MCKELLIPS RD. #272 MESA, AZ 85215

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MARSHALL R. ERNST AND BARBARA J. ERNST, JTS 1364 HILLTOP DRIVE WINDSOR, CO 80550

MICHAEL N. ERBES AND DIANE C. ERBES, JTS 14099 WELD COUNTY ROAD 70 GREELEY, CO 80631

NANCY LEIGH EATON 2802 SITTING BULL WAY FORT COLLINS, CO 80525

OKSA MINERALS, LP PO BOX 2020 SAN ANTONIO, TX 78297-2020

PENNY EATON HANCOCK 2750 KOOTENAI ST. PACATELLO, ID 83201

PENNY L. PHILIPPE 4014 SOUTH LEMAY AVENUE #11 FT. COLLINS, CO 80525

PHELPS OIL & GAS, LLC 9453 SOUTHERN HILLS CIR. LONE TREE, CO 80124 REX C. EATON 1736 CLEMONT ST. DENVER, CO 80220

REX C. EATON, III 1736 CLEMONT ST. DENVER, CO 80220

ROBERT L. EATON, A/K/A ROBERT LAWRENCE EATON 1905 26TH AVE. GREELEY, CO 80634

ROBERT LAWRENCE EATON 1905 26TH AVE. GREELEY, CO 80634

ROBIN DELP, A/K/A ROBIN CONE DELP, F/K/A ROBIN C. HUTTON 4265 CR 23 RIDGEWAY, CO 81432

SARAH MARTHA E. DIEBOLD PO BOX 236 LYME, NH 03768

SCHUYLER E. CONE 6940 GURA RD. ATHENS, OH 45701

SHIRLEY I. POLK 4925 SOUTH LIPAN DR. ENGLEWOOD, CO 80110

STATE OF COLORADO 1127 SHERMAN ST. #300 DENVER, CO 80203

TRINITY ASSETS, INC. 3780 W. 10TH STREET, STE 200 GREELEY, CO 80634

WINSTON H. DINES 1985 S SCENIC DR. SALT LAKE CITY, UT 84108