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

JAN 26 2018

IN THE MATTER OF THE APPLICATION OF BISON EXPLORATION, LLC FOR AN ORDER ESTABLISHING AN APPROXIMATE ACRE DRILLING AND SPACING UNIT, AND ESTABLISHING WELL LOCATION RULES APPLICABLE TO THE DRILLING AND **PRODUCING** OF WELLS FROM THE NIOBRARA FORMATION COVERING CERTAIN LANDS IN SECTIONS 2, 3, AND 4, TOWNSHIP 3 SOUTH, RANGE 66 WEST, 6TH P.M., UNNAMED FIELD, DENVER AND ADAMS COUNTIES, COLORADO.

Docket No. 180300216

Type: SPACING

<u>APPLICATION</u>

Bison Exploration, LLC ("Applicant"), Operator No. 10646, by and through 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 establishing an approximate 1,600-acre drilling and spacing unit, and establishing well location rules applicable to the drilling of wells and producing of oil, gas and associated hydrocarbons from the Niobrara Formation covering certain lands in Denver and Adams Counties, Colorado. support of its Application, Applicant states as follows:

- Applicant is a limited liability company duly authorized to conduct business in Colorado.
- 2. Applicant owns leasehold interest and/or the right to operate and is an Owner as defined by Commission rules in the following lands ("Application Lands"):

Township 3 South, Range 66 West, 6th P.M.

Section 2: ΑII

Section 3: ΑII

Section 4: E1/2

A reference map of the Application Lands is attached hereto.

3. Rule 318.a. of the Rules and Regulations of the Oil and Gas Conservation Commission requires that, on unspaced lands, wells drilled in excess of 2,500 feet in depth be located not less than 600 feet from any lease line, and located not less than 1,200 feet from any other producible or drilling oil or gas well when drilling to the same common source of supply.

4. To promote efficient drainage of the Niobrara Formation within the Application Lands and to avoid waste, the Commission should establish an approximate 1,600-acre drilling and spacing unit for the Application Lands described below for production of oil, gas and associated hydrocarbons from the Niobrara Formation:

Township 3 South, Range 66 West, 6th P.M.

Section 2: All Section 3: All Section 4: E½

- 5. Applicant is requesting to drill and complete one (1) horizontal well in the above-described approximate 1,600-acre drilling and spacing unit with the option to drill and complete up to a total of up to sixteen (16) horizontal wells in the unit for production of oil, gas and associated hydrocarbons from the Niobrara Formation with the surface location to be located at a legal location in the above-described drilling and spacing unit or on adjacent lands. Applicant further requests that the treated interval of each wellbore be no closer than 150 feet from the treated interval of any other wellbore producing from the Niobrara Formation, and no closer than 460 feet from the unit boundary, without exception being granted by the Director.
- 6. Applicant requests authority to drill only those wells necessary to determine the well density which allows the most efficient drainage of the Niobrara Formation, prevents waste, does not adversely affect correlative rights, and assures the greatest ultimate recovery of 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 authorized wells in such drilling and spacing 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.
- 7. Applicant further requests that the wells are drilled from no more than two (2) well pads within the unit or from a legal location on adjacent lands.
- 8. 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 (7) 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 /2 th day of January, 2018

Respectfully submitted,

WELBORN SULLIVAN MECK & TOOLEY, P.C.

By: 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:
Bison Exploration, LLC
370 17th St, Ste 5300
Denver, CO 80202

Attn: Pam Kingery

Phone: (720) 557-8300

VERIFICATION

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

Pam Kingery, Land Advisor for Bison Exploration, LLC, 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.

BISON EXPLORATION, LLC

Subscribed and sworn to before me this day of January 2018 by Pam Kingery, Land Advisor for Bison Exploration, LLC.

Witness my hand and official seal.

JESSE NICOLE SCHMIDT State of Colorado Notary ID # 20144002537 My Commission Expires 01-21-2022

ary Public Commission Expires: //ɹ/১৴

EXHIBIT A

INTERESTED PARTIES

Adams County

Chris LaMere Adams County 4430 South Adams County Pkwy Brighton, CO 80601

Aurora Municipality

Stephen Rodriquez City of Aurora Planning Dept. 15151 E. Alameda Parkway Aurora, CO 80012

Denver County

Francisco Alonzo City of Denver 8500 Pena Blvd. Denver, CO 80249

Denver Municipality

Francisco Alonzo City of Denver 8500 Pena Blvd. Denver, CO 80249

Colorado Department of Public Health and Environment

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

Colorado Parks and Wildlife

Tom Schreiner Northeast Region Office 6060 Broadway Denver, CO 80216

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EXHIBIT A CONTINUED ON NEXT PAGE

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EXHIBIT A

INTERESTED PARTIES

ARC HOSPITALITY SMT FIS DENCO

OWNER, LLC

ARC HOSPITALITY SMT SHS DENCO

OWNER, LLC Arthur R. Hoglund

Aurora Convention Center Hotel, LLC

Aurora10 Land, LLC

BD OMNI #1

Beaver Trust Company, Executor of the

Estate of Martha H. Kittridge, deceased

Bernard R. Quire

Bison Exploration, LLC

Bison Oil & Gas, LLC

BRE/LQ PROPERTIES LLC

Bruce Gissing

Carol Lacy Mackie

Charlotte Logsdon

City and County of Denver

City of Aurora

Copper Trail Energy Fund I, LP

Debbie Anne (Davis) Legrotte

DIA HIFS, LLC

Estate of Emilie Cunningham, Deceased

Estate of Lewis M. Nelson c/o Alice

JoAnn Nelson Evan E. Moody

Ferdinand L. Belz, III c/o L.C.

Fulenwider, Inc.

Fred R. Cref

Estate of Frederick McIntosh, presumed

deceased

Freeman Investments

Gateway Seventy-One, LLC

Gateway Sixty-Nine, LLC

George S. Huisken

H. Rickey Wells

HH DENVER LLC c/o Highland

Corporation

High Point PA-20, LLC

James Fletcher Davis

Jan Gipson

Jerry B. Urban

John Herbert Beyers, Jr.

John L. Chambers

Karen Miles

Kenneth C. Egan

L. C. Fulenwider, III c/o L.C. Fulenwider,

Inc

Larry Jarboe Davis

Lawrence R. Rydiger

Lee Cubbison

Marcia A. Lujan c/o L.C. Fulenwider,

Inc.

Mark Throckmorton c/o L.C. Fulenwider,

Inc.

Estate of Mary Grace Catalano,

deceased

Mary Louise Self

Moore Realty Co.

Phyllis Jo Parret

Realty Income Corporation

Rida High Point Land, LLC

Robert C. Dedricks

Robert N. Poole & Co., a partnership

Rolf M. Lippert

Ron Michael Allen

RT DENVER FRANCHISE, L.P.

Shirley R. Neal

The City and County of Denver

The County of Adams

TODAY'S V. INC.

Veryl Guinevere McBride

Vinay I. Sikka and Anita Sikka

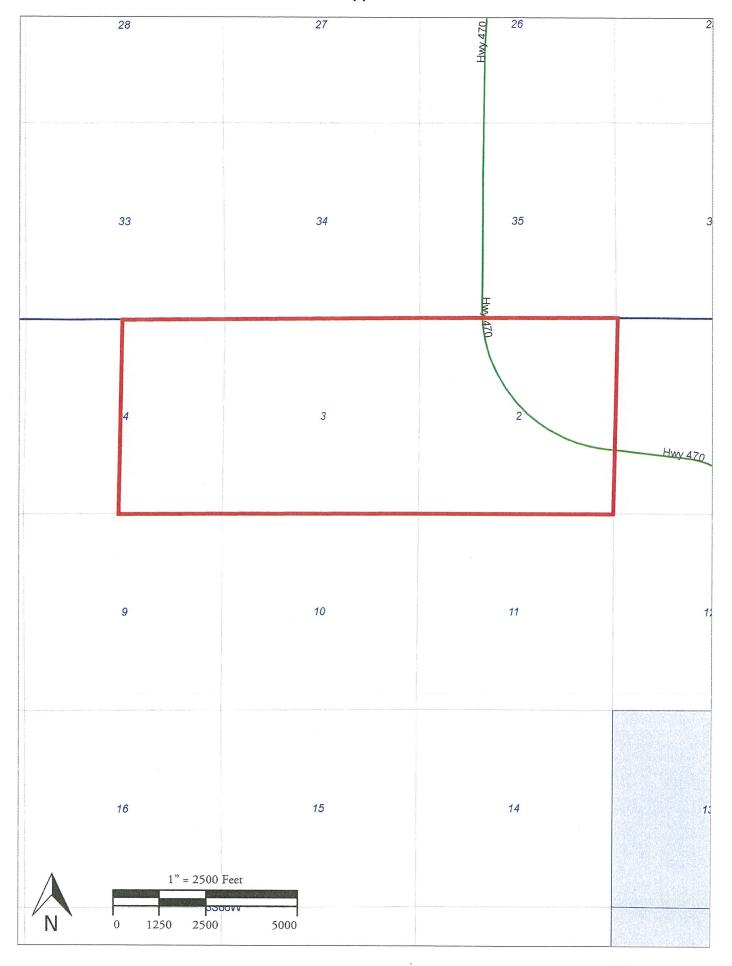
Vittorio Di Cicco

Walter J. Grund

William Averill Lacy

Willis J. Coates

Exhibit B - Application Lands



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

IN THE MATTER OF THE APPLICATION OF)	Cause No. 535
BISON EXPLORATION, LLC FOR AN ORDER)	
ESTABLISHING AN APPROXIMATE 1,600-)	Docket No. 180300216
ACRE DRILLING AND SPACING UNIT, AND)	
ESTABLISHING WELL LOCATION RULES)	Type: SPACING
APPLICABLE TO THE DRILLING AND)	
PRODUCING OF WELLS FROM THE)	
NIOBRARA FORMATION COVERING CERTAIN)	
LANDS IN SECTIONS 2, 3, AND 4, TOWNSHIP)	
3 SOUTH, RANGE 66 WEST, 6TH P.M.,)	
UNNAMED FIELD, DENVER AND ADAMS)	
COUNTIES, COLORADO.)	

AFFIDAVIT OF MAILING

8000

STATE OF COLORADO 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 Bison Exploration, LLC and that on or before January 26, 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 January 6, 2018

Witness my hand and official seal.

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

My commission expires: $\sqrt{24/200}$

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

IN THE MATTER OF THE APPLICATION)
OF BISON EXPLORATION, LLC FOR AN) Cause No. 535
ORDER ESTABLISHING AN	,)
APPROXIMATE 1,600-ACRE DRILLING) Docket No. 180300216
AND SPACING UNIT, AND)
ESTABLISHING WELL LOCATION RULES) Type: SPACING
APPLICABLE TO THE DRILLING AND)
PRODUCING OF WELLS FROM THE)
NIOBRARA FORMATION COVERING)
CERTAIN LANDS IN SECTIONS 2, 3, AND)
4, TOWNSHIP 3 SOUTH, RANGE 66)
WEST, 6TH P.M., UNNAMED FIELD,)
DENVER AND ADAMS COUNTIES,)
COLORADO.	j j
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MOTION FOR AN ORDER OF SERVICE BY PUBLICATION

Bison Exploration, LLC ("Bison" or "Applicant"), Operator No. 10646, by its attorneys, Welborn Sullivan Meck & Tooley, P.C., respectfully submits this Motion for Service by Publication to the Oil and Gas Conservation Commission of the State of Colorado (the "Commission") pursuant to Section 34-60-108(4) and Colorado Rule of Civil Procedure 4(g) and, as grounds therefore, Applicant states:

A. Factual and Procedural History

1. Bison is a limited liability company duly authorized to conduct business in the State of Colorado, is a registered operator in good standing with the Commission, and is an interested party in the subject matter of the above-referenced Docket as the applicant and owner of certain leasehold interests in the Application Lands described below:

Township 3 South, Range 66 West, 6th P.M.

Section 2: All Section 3: All Section 4: E½

2. The Commission has jurisdiction over the subject matter embraced in said Docket, and of the parties interested therein, and jurisdiction to promulgate the hereinafter prescribed order pursuant to the Oil and Gas Conservation Act.

- 3. On January 18, 2018, Bison filed an application pursuant to Section 34-60-116, C.R.S., for an order establishing an approximate 1,600-acre drilling and spacing unit covering the above-described lands, approving up to sixteen (16) horizontal wells within the unit, and establishing well location rules applicable to the drilling of wells and producing of oil, gas and associated hydrocarbons from the Niobrara Formation covering Application Lands.
- 4. Bison made diligent efforts to locate all interested parties, both before and after filing the Application, and to serve them with a copy of the Application. Despite its best efforts, Bison has been unable to locate several interested parties. With no means for service, Bison now moves the Commission for permission to serve the below-identified interested parties by publication.
- 5. Copies of the Application were prepared, and were served on all locatable Interested Parties pursuant to Rule 507.b.(1) and pursuant to Rule 503.e.
- 6. Upon reasonable due diligence, which is further detailed herein, Bison was unable to find address information for the following Interested Parties:

Fred R. Cref
John L. Chambers
Heirs of Willis J. Coates
Kenneth C. Egan
Walter J. Grund
George S. Huisken
Charlotte Logsdon
Robert N. Pool & Co., a partnership
Heirs of Lawrence R. Rydiger

(hereinafter "Unlocatable Interested Parties").

7. The Commission has determined that in order for publication by notice to be effective as to persons with unknown addresses, the Applicant must first comply with Colorado Rule of Civil Procedure 4(g), which authorizes service of process by publication only after the Applicant files a verified motion with the Commission detailing Applicant's attempts to provide actual notice of the proceedings and the Commission grants the motion.

B. Applicable Standard

8. Colorado's Oil and Gas Conservation Act, allows for service of unit applications by publication. Section 34-60-108(4), C.R.S., provides in relevant part:

"Any notice required by this article, except as provided in this section, shall be given by the commission either by mailing a copy thereof, postage prepaid, to the last known mailing address of the person to be given notice, or by personal service. In addition, the commission shall cause one publication of such notice, at least ten days prior to the hearing, in a newspaper of general circulation in the city and county of Denver and in a newspaper of general circulation in the county where the land affected, or some part thereof, is situated...In all cases where there is an application for the entry of a pooling order or unitization order...notice of the hearing to be held on such application or complaint shall be served on the interested parties either by mail as provided in this subsection (4) or in the same manner as is provided in the Colorado rules of civil procedure for the service of process in civil actions in the district courts of this state."

9. Commission Rule 519 also states that the Colorado Rules of Civil Procedure ("C.R.C.P.") apply to Commission proceedings unless they are inconsistent with Commission Rules or the Colorado Oil and Gas Conservation Act.

10. C.R.C.P. Rule 4(g) provides:

"Except as otherwise provided by law, service by mail or publication shall be allowed only in actions affecting specific property or status or other proceedings in rem. When service is by publication, the complaint need not be published with the summons. The party desiring service of process by mail or publication under this section (g) shall file a motion verified by the oath of such party or of someone in the party's behalf for an order of service by mail or publication. It shall state the facts authorizing such service, and shall show the efforts, if any, that have been made to obtain personal service and shall give the address, or last known address, of each person to be served or shall state that the address and last known address are unknown. The court, if satisfied that due diligence has been used to obtain personal service or that efforts to obtain the same would have been to no avail, shall:

- (1) Order the party to send by registered or certified mail a copy of the process addressed to such person at such address, requesting a return receipt signed by the addressee only. Such service shall be complete on the date of the filing of proof thereof, together with such return receipt attached thereto signed by such addressee, or
- (2) Order publication of the process in a newspaper published in the county in which the action is pending. Such publication shall be made once each week for five successive weeks. Within 14 days after the order the party shall mail a copy of the process to each person whose

address or last known address has been stated in the motion and file proof thereof. Service shall be complete on the day of the last publication. If no newspaper is published in the county, the court shall designate one in some adjoining county."

C. <u>Bison's Due Diligence in Attempting to Locate the Unlocatable Interested Parties</u>

11. In attempting to locate a last known address for the Unlocatable Interested Parties, Bison researched the public records maintained by the clerk and recorders of Denver and Adams Counties, reviewed internal land and well records, and utilized the third party online research tool TransUnion TLO. However, as of the date of this Motion, Bison is unable to find addresses for the Unlocatable Interested Parties.

D. Relief Requested

- 1. That the Commission order publication of process, in the form attached hereto, in the Applications subject to the above-referenced Dockets in a newspaper published in Denver and Adams Counties, Colorado.
- 2. Grant such other findings and orders as the Commission may deem proper or advisable in this matter.

DATED this 7th day of February, 2018.

Respectfully submitted,

BISON EXPLORATION, LLC

By:

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

VERIFICATION

STATE OF COLORADO)
COUNTY OF DENVER) ss.)
says that she has read the t	dvisor with Bison Exploration, LLC, upon oath deposes and foregoing Motion for an Order of Service by Publication and ed therein are true to the best of her knowledge, information
	BISON EXPLORATION, LLC
	Pam Kingery Land Advisor
Subscribed and sworn to be Land Advisor with Bison Exp	efore me this the day of February, 2018, by Pam Kingery, ploration, LLC.
Witness my hand and	l official seal.
My commission expires:	1/18/nm
Notary Public (ANGELA CHRISTINE NICKEL NOTARY PUBLIC STATE OF COLORADO NOTARY ID 20164003200 MY COMMISSION EXPIRES JANUARY 18, 2022

CERTIFICATE OF SERVICE

I hereby certify that, on February 7, 2018, I caused a copy of BISON EXPLORATION, LLC'S MOTION FOR AN ORDER OF SERVICE BY PUBLICATION to be served to the addressed listed below.

Via electronic mail and courier:

Colorado Oil and Gas Conservation Commission ATTN: James Rouse, Jennifer Hazelton, Julie Prine 1120 Lincoln Street, Suite 810 Denver, CO 80203 james.rouse@state.co.us jennifer.hazelton@state.co.us julie.prine@state.co.us

Joan E. Hoover