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

IN THE MATTER OF THE APPLICATION OF CCRP)	
OPERATING INC. FOR AN ORDER TO ESTABLISH AN)	CAUSE NO. 535
APPROXIMATE 1,280-ACRE DRILLING AND SPACING)	
UNIT FOR SECTIONS 19 & 30, TOWNSHIP 11 NORTH,)	DOCKET NO. To be determined
RANGE 64 WEST, 6 TH P.M., AND AUTHORIZING THE)	
DRILLING OF FOURTEEN HORIZONTAL WELLS)	TYPE: Spacing
WITHIN THE PROPOSED UNIT, FOR PRODUCTION)	
FROM THE CODELL, FORT HAYS, CARLILE, AND)	
NIOBRARA FORMATIONS, UNNAMED FIELD, WELD)	
COUNTY, COLORADO)	

APPLICATION

CCRP Operating Inc. ("CCRP" or "Applicant"), Operator #10665, by and through its attorneys, The Shanor Group LLC, respectfully submits this Application to the Oil and Gas Conservation Commission of the State of Colorado ("Commission" or "COGCC") for an order: (1) vacating the approximate 640-acre drilling and spacing unit established by Order No. 535-7 for Section 30, Township 11 North, Range 64 West, 6th P.M., and authorized the drilling of one horizontal well within said unit, for production of oil, gas and associated hydrocarbons from the Niobrara Formation, and (2) establishing an approximate 1,280-acre drilling and spacing unit for Sections 19 and 30, Township 11 North, Range 64 West, 6th P.M., and authorizing the drilling of 14 horizontal wells within the proposed unit, for production of oil, gas and associated hydrocarbons from the Codell, Fort Hays, Carlile, and Niobrara Formations. In support of this Application ("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 COGCC.
- 2. Applicant owns substantial leasehold interests in the below-listed lands ("Application Lands"):

Township 11 North, Range 64 West, 6th P.M.

Section 19: All Section 30: All

Exhibit A is attached hereto and depicts the Application Lands which consists of approximately 1,280 acres.

3. COGCC Rule 318.a. provides that for any oil or gas well drilled to a common source of supply and drilled to a producing depth at least 2,500 feet below ground surface shall be located not less than 600 feet from any leaseline and not less than 1,200 feet from any other producing or drilling oil or gas well when drilling to the same source of supply, unless authorized by Commission order upon hearing. Section 19, Township 11 North, Range 64 West, 6th P.M., is subject to this Rule for production of oil and gas from the Codell, Fort Hays, Carlile, and Niobrara Formations. Section 30, Township 12 North, Range

64 West, 6th P.M., is subject to this Rule for production of oil and gas from the Codell, Fort Hays and Carlile Formations.

4. On April 4, 2011, the Commission issued Order No. 535-7 which, among other things, established an approximate 640-acre drilling and spacing unit for Section 30, Township 11 North, Range 64 West, 6th P.M., and authorized the drilling of one horizontal well within said unit, for production of oil, gas and associated hydrocarbons from the Niobrara Formation, with the bottomhole location of any permitted well located not less than 600 feet from the unit boundaries.

Vacating the approximate 640-acre drilling and spacing unit established for Section 30, Township 11 North, Range 64 West, 6th P.M., for production from the Niobrara Formation

5. Applicant herein requests Order No. 535-7 which established an approximate 640-acre drilling and spacing unit for Section 30, Township 11 North, Range 64 West, 6th P.M., and authorized the drilling of one horizontal well within said unit, for production of oil, gas and associated hydrocarbons from the Niobrara Formation, be vacated. By vacating this unit, Applicant will herein propose the establishment of an approximate 1,280-acre drilling and spacing unit for the Application Lands (which includes said Section 30), and authority to drill 14 horizontal wells within the proposed unit, for production of oil, gas and associated hydrocarbons from the Codell, Fort Hays, Carlile, and Niobrara Formations. This proposed development plan will allow the drilling of 14 two-mile laterals running north-to-south or south-to-north within the proposed unit, thereby preventing waste while protecting correlative rights within, and adjacent to, the proposed unit area.

Establishment of an approximate 1,280-acre drilling and spacing unit for the Application Lands, for production from the Codell, Fort Hays, Carlile, and Niobrara Formations

- 6. Applicant herein seeks the establishment of an approximate 1,280-acre drilling and spacing unit for the Application Lands, and the authority to drill 14 horizontal wells within the proposed unit, for production of oil, gas and associated hydrocarbons from the Codell, Fort Hays, Carlile, and Niobrara Formations. The establishment of the drilling and spacing unit is not smaller than the area which can be efficiently and economically drained by the drilling of the requested horizontal wells to be drilled within said unit.
- 7. Applicant herein requests the treated intervals of any horizontal well permitted under this Application should be located not less than 300 feet from proposed unit boundaries and not less than 150 feet from the treated interval of any other well producing or drilling from the Codell, Fort Hays, Carlile, and/or Niobrara Formations, without exception being granted by the Director.
- 8. Further, Applicant herein requests any permitted wells drilled under this Application should be located on no more than four multi-well pads within the drilling and spacing unit, or on adjacent lands with surface owner consent, without exception being granted by the Director.
- 9. 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 COGCC rules.

- 10. Applicant requests that relief granted as result of this Application should be effective on oral order by the Commission, and Applicant hereby agrees to be bound by the oral order of the Commission.
- 11. That the names and addresses of interested parties (owners within the Application Lands and those owners of lands cornering or adjacent to the Application Lands) according to the information and belief of the Applicant are set forth in <u>Exhibit B</u>. The Applicant shall submit a certificate of service for the Application within seven days as required by Rule 503.e.

WHEREFORE, Applicant respectfully requests this matter be set for hearing, notice be given as required by law, and that upon such hearing the Commission enter its order:

- A. Vacating the approximate 640-acre drilling and spacing unit established by Order No. 535-7 for Section 30, Township 11 North, Range 64 West, 6th P.M., which authorized the drilling of one horizontal well within said unit, for production of oil, gas and associated hydrocarbons from the Niobrara Formation.
- B. Establishing an approximate 1,280-acre drilling and spacing unit for the Application Lands, and authorizing the drilling of 14 horizontal wells within the proposed unit, for the production of oil, gas and associated hydrocarbons from the Codell, Fort Hays, Carlile, and Niobrara Formations, with the treated interval of any horizontal well permitted under this Application located not less than 300 feet from unit boundaries and not less than 150 feet from any other well producing or drilling from the Codell, Fort Hays, Carlile, and/or Niobrara Formations, without exception being granted by the Director.
- C. Limiting the drilling of any permitted wells under this Application to no more than four multi-well pads within the drilling and spacing unit, or on adjacent lands with surface owner consent, without exception being granted by the Director.
- D. For such other findings and orders as the Commission may deem proper or advisable given the premises.

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day of February, 2018.

Respectfully	submitted.
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CCRP OPERATING INC.

By:

Robert A. Willis (Colorado Bar #26308)

The Shanor Group LLC

600 Seventeenth Street, Suite 2800

Denver, CO 80202 (303) 995-5120

Applicant's Address:

717 Seventeenth Street, Suite 1525 Denver, CO 80202

VERIFICATION

STATE OF COLORADO

CITY & COUNTY OF DENVER

Lawrence D. Lillo, Vice President-Land for CCRP Operating 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.

CCRP OPERATING INC.

Subscribed and sworn to before me this day of February, 2018, by Lawrence D. Lillo, Vice President-Land for CCRP Operating Inc.

Witness my hand and official seal.

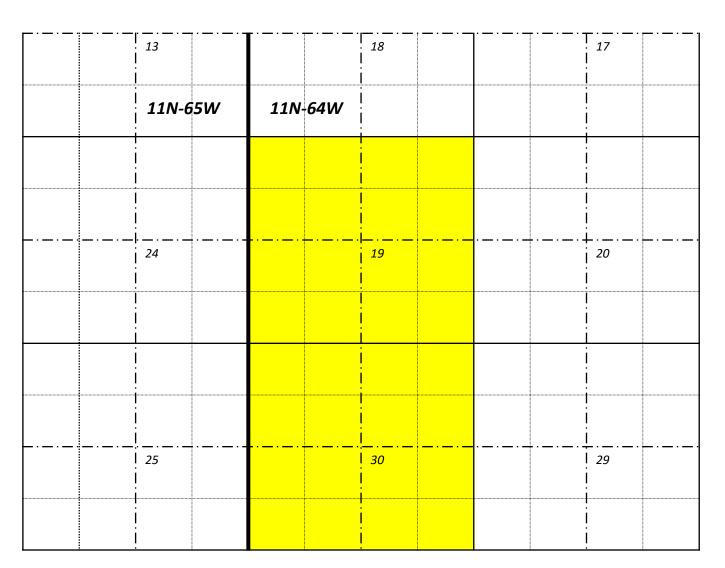
My commission expires:

NOTARY PUBLIC STATE OF COLORADO

NOTARY ID 20064041009

MY COMMISSION EXPIRES OCTOBER 08, 2018





<u>`EXHIBIT B</u>

INTERESTED PARTIES

Robert Willis, Esq. The Shanor Group 600 17 th Street, Suite 2800 Denver, CO 80202	CCRP Operating Inc. 717 Seventeenth St., Suite 1525 Denver, CO 80202	8 North, LLC 370 17 th St., Suite 1800 Denver, CO 80202
Cirrus Minerals, LLC 9302 S. 83 rd Ct. Hickory Hills, IL 60457	PEP II Management, LLC 330 Marshall St., Suite 300 Shreveport, LA 71101	Hefner Company, LLC P.O. Box 2177 Oklahoma City, OK 73101
Clear Creek Fund I-A, LP, Clear Creek Fund, I-B, LP & Clear Creek Resources Partners Holdings LLC 717 17 th St., Ste. 1525 Denver, CO 80202	Petro West Energy Co., Inc. 1401 E. Girard, Suite 143 Englewood, CO 80113	Westar Oil & Minerals, LLC P.O. Box 1990 Lee's Summit, MO 64063
Fifth Creek Energy Operating Company, LLC 5251 DTC Parkway, Suite 420 Greenwood Village, CO 80111	Evergreen East, Ltd., LLLP P.O. Box 16430 Golden, CO 80402	Sunburst Inc. 1401 E. Girard, Suite 143 Englewood, CO 80113
Edge Energy II LLC 621 17 th St., Ste. 1250 Denver, CO 80293	Confluence DJ LLC 1001 17 th St., Ste. 1250 Denver, CO 80202	Anadarko Land Corp. P.O. Box 173779 Denver, CO 80217
Lincoln Energy Partners, LLC P.O. Box 6975 Denver, CO 80206	Chesapeake Exploration, LLC P.O. Box 18496 Oklahoma City, OK 73154	OOGC America LLC 9805 Katy Freeway, Ste. 500 Houston, TX 77024
Jamestown Resources, LLC P.O. Box 18756 Oklahoma City, OK 73154	IronHorse Resources, LLC 216 16 th St., Ste. 1200 Denver, CO 80202	

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RANGE 64 WEST, 6 TH P.M., AND AUTHORIZING THE)	
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THE PROPOSED UNIT, FOR PRODUCTION FROM THE)	
CODELL, FORT HAYS, CARLILE, AND NIOBRARA)	
FORMATIONS, UNNAMED FIELD, WELD COUNTY,)	
COLORADO)	

CERTIFICATE OF MAILING

I, Robert Willis, hereby certify that on the 26th day of February, 2018, I caused a copy of the Application in the above referenced Docket Number to be deposited in the U.S. Mail, postage prepaid, addressed to the parties listed on Exhibit B attached hereto.

DATED this 26th day of February, 2018.

Robert Willis

The Shanor Group LLC 60017th Street, Suite 2800

litty

Denver, CO 80202

EXHIBIT B

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Jamestown Resources, LLC P.O. Box 18756 Oklahoma City, OK 73154	IronHorse Resources, LLC 216 16 th St., Ste. 1200 Denver, CO 80202	Troy Swain Weld County Dep't of Planning Services 1555 North 17 th Ave. Greeley, CO 80631
Kent Kuster CDPHE 4300 Cherry Creek Dr. South Denver, CO 80246-1530	Colo. Parks & Wildlife Attn: Brandon Marette 6060 Broadway Denver, CO 80216	·