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

IN THE MATTER OF AN APPLICATION BY KERR-MCGEE OIL & GAS ONSHORE LP FOR AN ORDER POOLING ALL INTERESTS IN AN APPROXIMATE 640-ACRE DESIGNATED HORIZONTAL WELLBORE SPACING UNIT FOR CERTAIN PORTIONS OF SECTIONS 1, 2, 11, AND 12, TOWNSHIP 1 NORTH, RANGE 68 WEST, 6TH P.M. AND CERTAIN PORTIONS OF SECTIONS 35 AND 36, TOWNSHIP 2 NORTH, RANGE 68 WEST, 6TH P.M., FOR THE DEVELOPMENT/OPERATION OF THE NIOBRARA FORMATION, WATTENBERG FIELD, WELD COUNTY, COLORADO

CAUSE NO. 407

DOCKET NO.

TYPE: POOLING

APPLICATION

Kerr-McGee Oil & Gas Onshore LP (Operator No. 47120) ("Kerr-McGee" 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 an approximate 640-acre horizontal wellbore spacing unit established for certain portions of Sections 1, 2, 11, and 12, Township 1 North, Range 68 West, 6th P.M. and certain portions of Sections 35 and 36, Township 2 North, Range 68 West, 6th P.M., for the development and operation of the Niobrara Formation. In support of its Application, Applicant states and alleges as follows:

- 1. Applicant is a limited partnership 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 1 North, Range 68 West, 6th P.M.

Section 1: W½W½

Section 2: E½E½

Section 11: NE1/4SE1/4; E1/2NE1/4

Section 12: NW1/4SW1/4; W1/2NW1/4

Township 2 North, Range 68 West, 6th P.M.

Section 35: SE1/4SE1/4 Section 36: SW1/4SW1/4

Wellbore Spacing Unit ("WSU") No. 1

640 acres, more or less, Weld County, Colorado.

These lands are hereinafter collectively 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 an approximate 640-acre horizontal wellbore spacing unit comprised of certain portions of the Application Lands, for the below-described well, for the production of oil, gas and associated hydrocarbons from the Niobrara Formation. Applicant notified all owners in the proposed wellbore spacing unit pursuant to Rule 318A.e.(5). Applicant did not receive objections to the establishment of the proposed horizontal wellbore spacing unit within the 30-day response period:
- a. Cochran 1N-2HZ Well (API No. 05-123-44865) Niobrara Formation WSU #1. This well is hereinafter referred to as the "Subject Well."
- 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 No. 1 established for the Application Lands, for the development and operation of the Niobrara Formation.
- 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 Well within WSU No. 1.
- 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 Well, 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 Well.
- 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, the Commission enter its order:

- A. Pooling all interests in WSU No. 1 established for the Application Lands, for the development and operation of the Niobrara Formation, 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 Well within WSU No. 1.
- 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 Well, 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 Well.
- C. For such other findings and orders as the Commission may deem proper or advisable in the premises.

DATED this ____ day of March, 2018.

Respectfully submitted,

KERR-MCGEE OIL & GAS ONSHORE LP

By: James Parrot

Jillian Fulcher
Jobediah Rittenhouse
Beatty & Wozniak, P.C.
Attorneys for Applicant
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Denver, Colorado 80202
(303) 407-4499
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jfulcher@bwenergylaw.com
jrittenhouse@bwenergylaw.com

Applicant's Address:
Kerr-McGee Oil & Gas Onshore LP
ATTN: Tom Yaley
1099 18th Street, Suite 1640
Denver, Colorado 80202

VERIFICATION

STATE OF COLORADO)
) ss. CITY & COUNTY OF DENVER)
Tom Yaley, Landman for Kerr-McGee Oil & Gas Onshore LP, 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.
KERR-MCGEE OIL & GAS ONSHORE LP
Tom Yaley
Subscribed and sworn to before me this $\frac{1^{S^{\dagger}}}{1}$ day of $\frac{1}{1}$
Witness my hand and official seal.
My commission expires: $\frac{9}{21}\frac{2019}{2019}$
KATHY ALGIENE NOTARY PUBLIC STATE OF COLORADO NOTARY ID 20034013016 MY COMMISSION EXPIRES 09/21/2019

Exhibit A

Reference Map for Pooling Application

Township 1 North, Range 68 West, 6th P.M.

Section 1: W½W½ Section 2: E½E½

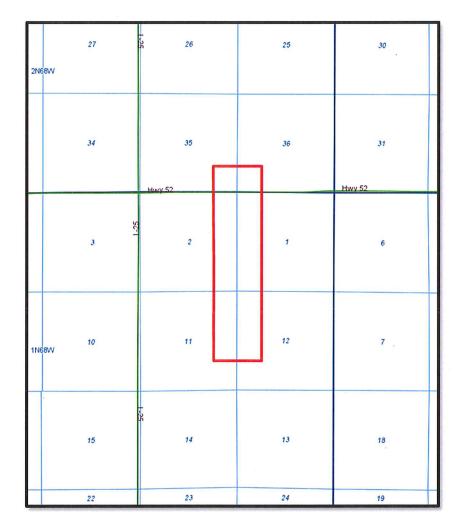
Section 11: NE¼SE¼; E½NE¼ Section 12: NW¼SW¼; W½NW¼

Township 2 North, Range 68 West, 6th P.M.

Section 35: SE¹/₄SE¹/₄ Section 36: SW¹/₄SW¹/₄

Wellbore Spacing Unit ("WSU") No. 1

640 acres, more or less, Weld County, Colorado.



= Application Lands

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

IN THE MATTER OF AN APPLICATION BY KERR-MCGEE OIL & GAS ONSHORE LP FOR AN ORDER POOLING ALL INTERESTS IN AN APPROXIMATE 640-ACRE DESIGNATED HORIZONTAL WELLBORE SPACING UNIT FOR CERTAIN PORTIONS OF SECTIONS 1, 2, 11, AND 12, TOWNSHIP 1 NORTH, RANGE 68 WEST, 6TH P.M. AND CERTAIN PORTIONS OF SECTIONS 35 AND 36, TOWNSHIP 2 NORTH, RANGE 68 WEST, 6TH P.M., FOR THE DEVELOPMENT/OPERATION OF THE NIOBRARA FORMATION, WATTENBERG FIELD, WELD COUNTY, COLORADO

CAUSE NO. 407

DOCKET NO. 180400364

TYPE: POOLING

<u>AFFIDAVIT OF MAILING</u>

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:

That she is a Legal Assistant at Beatty & Wozniak, P.C., attorneys for Kerr-McGee Oil & Gas Onshore, LP, and on or before the 8th day of March, 2018, 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 attached hereto.

Grace Go-Hoveland

Subscribed and sworn to before me this _____ day of March, 2018.

Witness my hand and official seal.

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

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.

ANADARKO E & P ONSHORE LLC 1099 18TH ST, SUITE 1800 DENVER, CO 80202

BEVERLY J. COLLINS 3764 SOUTH GOLDEN WAY DENVER, CO 80227

VIOLA LARA 1836 WINCHESTER DRIVE MANTICA, CA 95336

JUNE ANN PEASE 33800 SE FREDERICK ST APT. 119 SCAPPOOSE OR 97056

ROBERTA A. HENSLEY, TRUSTEE UNDER THE ROBERTA AND NICKIE HENSLEY REVOCABLE TRUST DATED JUNE 2, 2008 PO BOX 454 RODEO, CA 94572

WOLFHAWK ENERGY HOLDINGS, LLC 1580 LINCOLN STREET, SUITE 1110 DENVER, CO 80203

DAVID P.NELSON FAMILY PARTNERSHIP, LLP 11023 W. HINDSALE DRIVE LITTLETON, CO 80127

GRANT GILKINSON 16008 N.E 26TH STREET BELLEVUE,WA 98008

1280 ROYALTIES LLC 5460 SOUTH QUEBEC STREET, SUITE 335 GREENWOOD VILLAGE, CO 80111

DANA W. LALLO AND GEORGIA LALLO, JOINT TENANTS 3838 W ELMHURST AVE LITTLETON, CO 80128

FAYE E. BROWN 2976 ROCK ROAD SHELBY, OH 44875

UNITED POWER INC. 500 COOPERATIVE WAY BRIGHTON, CO 80603

SUSAN VAVRA HARRIS 732 S GUNDERSON AVENUE OAK PARK, IL 60304 ATOMIC CAPITAL MINERALS LLC 2777 ALLEN PARKWAY #1185 HOUSTON, TX 77019

DENISON UNIVERSITY PO BOX F GRANVILLE, OH 43023

DOROTHY L. DAVIS, TRUSTEE UDT DATED 9/12/91 26125 WCR 44 KERSEY, CO 80644

THE WOOLLEY FAMILY TRUST 4751 PLEASANT OAK DRIVE #B-52 FORT COLLINS, CO 80525

SUSAN K. FOLTZ 1279-F PINE VIEW TRAIL NEWARK, OH 43055

BARBARA P. MCINNES 7 N SYCAMORE LN STEWARTSTOWN, PA 17363

JEAN PINDER RIORDAN 117 BOSLEY AVENUE COCKEYSVILLE MD 21030

MARY ALICE BILLINGS AND THE NATIONAL BANK OF LONGMONT, TRUSTEES PO BOX 1159 LONGMONT, CO 80502

SUSAN L. FLEEGER 1117 TIMBERCREEK DRIVE LEWISVILLE, TX 75067

BETHANY JAWORSKI 1365 DUNE MEADOWS DRIVE PORTER, IN 46304

TESSA BIANCHI 40 KIMBERWICK RD LEXINGTON, OH 44904

VICKY L. HIGGINBOTHAM 423 N 23RD ST COUNCIL BLUFFS, IA 51501

MARY EVALYN DAVIS 110 NORTH 7TH ST LIVININGSTON MT 59047 HERTA SMYTH 1395 RADCLIFFE DR CORONA, CA 92881

CHERYL E. LOCKMAN PO BOX 803 FRANKTOWN, CO 80116

SUE ANN BABCOCK, TRUSTEE OF THE GRANT M. AND SUE ANN BABCOCK REVOCABLE LIVING TRUST, SURVIVOR'S TRUST PO BOX 32341 PHOENIX AZ 85064

WILLIAM T. LOCKMAN, JR. 239 S SADDLEHORN DRIVE SAFFORD, AZ 85546

JAMES R. HARRISON 2409 15TH AVE LONGMONT, CO 80503

PATRICIA SUE FICKES 11266 DOWNING DR NORTHGLENN, CO 80233

PENNY LEE KINGDON REID PO BOX 102 WESTON, ID 83286

FRANCES BRENNER 1350 KIMBERLY RIDGE RD #206 BETTENDORF, IA 52722

JOHAN. MANDELKO 10009 BEACH ST FEDERAL HEIGHTS, CO 80260

THERESE REICHARDT 12340 OAKLAND HENDERSON, CO 80640

DEBRA J. BRASMER 34535 BACHELOR FLAT RD ST. HELENS, OR 97051

LUCILLE ARMSTRONG 701 E. LASSEN AVE, #134 CHICO, CA 95973

STATE OF COLORADO 1127 SHERMAN STREET, SUITE 300 DENVER, CO 80203

LONGMONT UNITED HOSPITAL FOUNDATION 9100 E. MINERAL CIRCLE CENTENNIAL, CO 80112

JUANITA STRAIGHT 13801 E YALE AVE #329 AURORA, CO 80015

CAROL N. COBURN FAMILY LIMITED PARTNERSHIP, LLP 7380 WINDSOR DRIVE BOULDER CO 80301 KENT P. NELSON FAMILY PARTNERSHIP, LLP 1449 DJAX WAY LONGMONT, CO 80504

BRETT WILCOX, TRUSTEE FOR BENEFIT OF GLENN GILKINSON 2727 NW WESTOVER ROAD PORTLAND, OR 97210

FORESTAR (USA) REAL ESTATE GROUP, INC. PO BOX 650002 DALLAS, TX 75265

THE LES AND TYRA LALLO LIVING TRUST 15107 EAST CRESTLINE PLACE AURORA, CO 80015

INCLINE NIOBRARA PARTNERS LP 5019 N CENTRAL EXPRESSWAY, SUITE B DALLAS, TX 75205

NORMA JEAN VAVRA, LIFE ESTATE, REMAINDER VESTED IN LINDA ANN VAVRA, JANET DEE VAVRA AND SUSAN JOY VAVRA 2033 BUTTERFLY LANE #119 NAPERVILLE, IL 60563

JANET DEE VAVRA, ALSO KNOWN AS JANET VAVRA KNOWLTON 3150 E. MORGAN ROAD ANN ARBOR, MI 48108

LINDA VAVRA FRANKLIN 1152 S TAYLOR AVENUE OAK PARK, IL 60304

MARGARET E. CUMSTON DOVER MHP, LOT 55 MARYSVILLE, OH 43040

ELAINE ANNETTE DAVIS 422 BUCKNER ST ELSMERE, KY 41018

JEANNINE L. MCKEE 606D S TRIMBLE RD MASFIELD, OH 44906

MARY ALICE BILLINGS 1529 16TH PLACE LONGMONT, CO 80501

JAMES M. PINDER 706 WEBER AVENUE NE CANTON, OH 44720

VENETIA C. SMITH 748 CHERYL LANE LEXINGTON, KY 40504

CHRISTOPHER D. OSBORNE PO BOX 613 ARGYLE TX 76226

AARON KELLER 437 HEDEEN DRIVE MANSFIELD OH 44907 STACY LEECH 1106 BRIARWOOD RD MANSFIELD OH 44907

INCLINE NIOBRARA PARTNERS, LP 5019 N CENTRAL EXPRESSWAY, SUITE B DALLAS, TX 75205

LINDA JEAN SEDGELEY, AS TRUSTEE OF THE DAVIS FAMILY TRUST DATED APRIL 11, 1991 8810 W ILIFF AVENUE LAKEWOOD, CO 80227

THE BRONWYNN SMYTH DANIELS TRUST EST. JULY 28, 2017 8788 CORAL SPRINGS CT, UNIT 206H HUNTINGTON BEACH, CA 92646

H. LORAINE MANDELKO 938 COLLYER STREET LONGMONT, CO 80501

KERRY LYNN RUFF 1203 FARMING CREEK DR SIMPSONVILLE, SC 29680

TINA LYNNE READ 14 ELKHORN ROAD TOWNSEND, MT 59644

ALICE M. FLANAGAN, BY BARBARA J. COX AS POWER OF ATTORNEY 8001 S. INTERPORT BLVD., #260 ENGLEWOOD, CO 80112

MICHAEL RAY CAMPBELL PO BOX 781651 WICHITA, KS 67278

NANCY ANN KINGDON BLOTTER 3717 FLAMINGO DR POCATELLO ID 83201

CAROLYN JOYCE BOHM 11000 W 38TH AVE #204 WHEAT RIDGE, CO 80033

GEORGE R. MANDELKO 6220 OTIS STREET ARVADA, CO 80003

PAUL F. MANDELKO 515 IOWA AVE STRATTON, CO 80836

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