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

IN THE MATTER OF THE AMENDED APPLICATION OF	CAUSE NO. 535
MALLARD EXPLORATION, LLC AND NOBLE	
ENERGY, INC. FOR AN ORDER AMENDING ORDER	DOCKET NO. 180700513
NO. 535-3 TO ESTABLISH AN APPROXIMATE 640-	
ACRE DRILLING AND SPACING UNIT FOR SECTION 3,	TYPE: ADDITIONAL WELLS
TOWNSHIP 8 NORTH, RANGE 60 WEST, 6 TH P.M., AND	
AUTHORIZE INCREASED WELL DENSITY, FOR	
PRODUCTION FROM THE CODELL, FORT HAYS,	
CARLILE AND NIOBRARA FORMATIONS, UNNAMED	
FIELD, WELD COUNTY, COLORADO	

AMENDED APPLICATION

COMES NOW Mallard Exploration, LLC (Operator No. 10670) ("Mallard" or "Applicant") and Noble Energy, Inc. (Operator No. 100322) ("Noble"), by and through its undersigned attorneys, and respectfully submits this Application to the Oil and Gas Conservation Commission of the State of Colorado ("COGCC" or "Commission") for an order amending Order No. 535-3 to establish an approximate 640-acre drilling and spacing unit for Section 3, Township 8 North, Range 60 West, 6th P.M., and authorize the drilling of an additional 15 horizontal wells within said unit, for a total of 16 horizontal wells, for production of oil, gas and associated hydrocarbons from the Codell, Fort Hays, Carlile, and Niobrara Formation. Mallard and Noble shall herein be referred to as "Co-Applicants". In support of this verified application ("Application"), Applicant states and alleges as follows:

1. Mallard Applicant is a limited liability company duly authorized to conduct business in the State of Colorado, and is a registered operator in good standing with the Commission. Noble is a corporation duly authorized to conduct business in the State of Colorado, and is a registered operator in good standing with the Commission.

2. **Mallard and Noble is/are either an** Owner and/or Operator as defined by the Colorado Oil and Gas Conservation Act, § 34-60-103(7) and the Commission 100 Series Rules, and owns leasehold interests and/or has the right to drill and produce on the following lands (hereafter "Application Lands"):

Township 8 North, Range 60 West, 6th P.M. Section 3: All

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

A reference map of the Application Lands is attached hereto.

3. Rule 318.a. of the Commission Rules provides a well to be drilled 2,500 feet or grater shall be located not less than 600 feet from any lease line, and shall be located not less than 1,200 feet from any other producible oil or gas well when drilling to the same common source of supply, unless authorized by the Commission upon hearing. The Application Lands are subject to this Order for the Fort Hays, Carlile and Codell Formations.

4. On October 28, 2013, the Commission entered Order No. 535-3 which, among other things, established an approximate 640-acre drilling and spacing unit for the Application Lands, and approved one horizontal well within said unit, for the production of oil, gas and associated hydrocarbons

from the Niobrara Formation. The Application Lands are subject to this Order for the Niobrara Formation.

5. The Commission records reflect that there is one horizontal well, the Badger Federal #LF 03-64 HN (API No. 05-123-34384) currently producing from the Niobrara Formation on the Application Lands.

6. To promote efficient drainage within the Codell, Fort Hays, Carlile, and Niobrara Formations underlying the Application Lands and to protect correlative rights while preventing waste, the Commission should approve 15 additional horizontal wells, for a total of 16 wells, in the unit for the efficient and economic development and operation of said formations.

7. Amending Order No. 535-3 for the Application Lands to include the Codell, Fort Hays, Carlile, and Niobrara Formations and additional wells will allow efficient drainage of said formations; will prevent waste; will not adversely affect correlative rights and will assure the greatest ultimate recovery of oil, gas and associated hydrocarbons from the reservoirs. The unit of the size and shape requested for the Application Lands is not smaller than the maximum area that can be economically and efficiently drained the proposed increase in well density.

8. **Co-Applicants** Applicant maintains that there will be no more than two new well pads in the unit, or on lands adjacent thereto with surface owner consent, unless an exception is granted by the Director.

9. **Co-Applicants** Applicant—further states that the productive interval of each proposed horizontal well shall be no closer than 600 feet from the boundaries of the 640-acre unit (regardless of lease lines within the unit), unless an exception is granted by the Director, and all horizontal wells shall be no closer than 150 feet from the productive interval of another well producing from the same supply within the unit, unless a waiver or consent is obtained from the operator of such well.

10. **Co-Applicants** Applicant is are requesting to drill and complete up to 16 horizontal wells in the approximate 640-acre drilling and spacing unit for the efficient and economic development of oil, gas and associated hydrocarbons from the Codell, Fort Hays, Carlile, and Niobrara Formations underlying the Application Lands.

11. The undersigned certifies that copies of this **Amended** 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.

12. The granting of this **Amended 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.

13. **Co-Applicants** Applicant requests that relief granted under this Amended Application should be effective on oral order by the Commission, and Applicant hereby agrees to be bound by said oral order.

WHEREFORE, Mallard **and Noble** respectfully requests that this matter be set for hearing in July 30, 2018, that notice be given as required by law, and that upon such hearing, the Commission enter its order:

A. Amending Order No. 535-3 to establish an approximate 640-acre drilling and spacing unit for the Application Lands, and authorize the drilling of an additional 15 horizontal wells within said

unit, for a total of 16 horizontal wells, for production of oil, gas and associated hydrocarbons from the Codell, Fort Hays, Carlile, and Niobrara Formation, with the productive interval of any permitted horizontal well located no closer than 600 feet from the boundaries of the proposed unit (regardless of lease lines within the unit), and no closer than 150 feet from the productive interval of any other wellbore within the unit, unless an exception is granted by the Director.

B. Limiting the drilling of any permitted wells under this Application to no more than two new well pads in the unit, or on lands adjacent thereto with surface owner consent, unless an exception is granted by the Director.

C. For such other findings and orders as the Commission may deem proper or advisable in this matter.

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Respectfully submitted:

MALLARD EXPLORATION, LLC

By:

By:

Robert A. Willis Poulson, Odell & Peterson, LLC 1775 Sherman Street, Suite 1400 Denver, Colorado 80203 Phone: (303) 861-4400 rwillis@popllc.com

Co-Applicant's Address: Mallard Exploration, LLC ATTN: Jordan Mattson 1821 Blake Street, Suite 2B Denver, CO 80202

NOBLE ENERGY, INC.

Inna

Jamie L. Jost Kelsey Wasylenky Jost Energy Law, P.C. Attorneys for Applicant 1401 17th Street, Suite 370 Denver, Colorado 80202 (720) 446-5620

<u>Co-Applicant's Address:</u> Noble Energy, Inc. ATTN: Matt Otness 1625 Broadway, Suite 2200 Denver, CO 80202

VERIFICATION

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

Jamison McIlvain, of lawful age, being first duly sworn upon oath, deposes and says that he is the Executive Vice President of Business Development for Mallard Exploration, LLC and that he has read the foregoing Application and that the matters therein contained are true to the best of his knowledge, information and belief.

MADISON MAMAGHANI NOTARY PUBLIC STATE OF COLORADO NOTARY ID 20174036078

COMMISSION EXPIRES AUG. 29, 2021

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Jamison Mellvain Executive Vice President of Business Development Mallard Exploration

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

Witness my hand and official seal.

[SEAL]

My commission expires: 8/29/21

Notary Publ

VERIFICATION

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

Sue Ann Jack, of lawful age, being first duly sworn upon oath, deposes and says that she is a Land Manager for Noble Energy, Inc., and that she has read the foregoing Application and that the matters therein contained are true to the best of her knowledge, information and belief.

lan tao Sue Ann Jack NY Land Manager JEH Noble Energy, Inc.

Subscribed and sworn to before me this 24^{st} day of May, 2018.

Witness my hand and official seal.

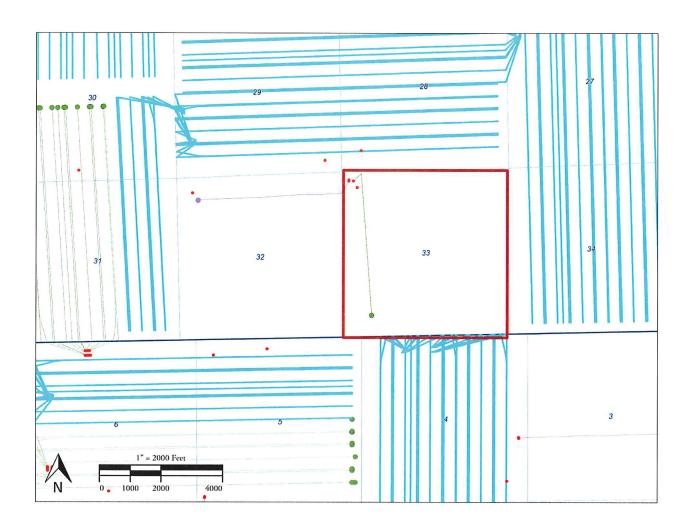
DOLORES SPRESSER Notary Public [SEAL] State of Colorado Notary ID # 20104017063 My Commission Expires 05-20-2022

My commission expires:

Notary

Reference Map Mallard Exploration and Noble Energy, Inc.

Section 33, Township 9 North, Range 60 West, 6th P.M.



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

THE MATTER OF IN THE AMENDED CAUSE NO. 535 APPLICATION OF MALLARD EXPLORATION, LLC AND NOBLE ENERGY, INC. FOR AN DOCKET NO. 180700513 ORDER AMENDING ORDER NO. 535-3 TO ESTABLISH AN APPROXIMATE 640-ACRE **TYPE: ADDITIONAL WELLS** DRILLING AND SPACING UNIT FOR SECTION 3, TOWNSHIP 8 NORTH, RANGE 60 WEST, 6TH P.M., AND AUTHORIZE INCREASED WELL DENSITY, FOR PRODUCTION FROM THE CODELL, FORT HAYS, CARLILE AND **NIOBRARA** FORMATIONS, UNNAMED FIELD. WELD COUNTY, COLORADO

AMENDED AFFIDAVIT OF MAILING

)SS.

STATE OF COLORADO

CITY AND COUNTY OF DENVER

The undersigned, of lawful age, and being first duly sworn upon my oath, state and declare that I am the attorney for Noble Energy, Inc., and that on or before the 25th day of May, I caused a copy of the Amended Application to be deposited in the United States Mail, postage prepaid, addressed to the parties listed on Exhibit A to this Affidavit.

Jamie L. Jost Kelsey H. Wasylenky

Subscribed and sworn to before me this 22nd day of May, 2018.

Witness my hand and official seal.

[SEAL]

MMAAT Junt Notary Public

CHARLOTTE LAWLESS NOTARY PUBLIC STATE OF COLORADO NOTARY ID 20144023899 MY COMMISSION EXPIRES JUNE 16, 2022

Exhibit A ID – 8N-60W-Sec 3

Robert Willis, Esq. Poulson, Odell & Peterson LLC 1775 Sherman St., Suite 1400 Denver, CO 80203

Troy Swain Weld County O&G LGD 1555 North 17th Ave. Greeley, CO 80631

BLM 2850 Youngfield St. Lakewood, CO 80215

Noble Energy, Inc. 1625 Broadway, Ste 2200 Denver, CO 80202

Mallard Exploration 1821 Blake St., Ste. 2B Denver, CO 80202 Colo. Parks & Wildlife Attn: Brandon Marette 6060 Broadway Denver, CO 80216

Bison Oil & Gas II, LLC 518 17th St., Ste 1800 Denver, CO 80202

Kent Kuster CDPHE 4300 Cherry Creek Dr. South Denver, CO 80246-1530

Noble Energy WyCo, LLC 1625 Broadway, Ste 2200 Denver, CO 80202

JAL Interests, LLC 3301 Cornell Ave. Dallas, TX 75205

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

IN THE MATTER OF THE APPLICATION OF CAUSE NO. 535 MALLARD EXPLORATION, LLC FOR AN ORDER AMENDING ORDER NO. 535-3 TO ESTABLISH AN DOCKET NO. 180700513 APPROXIMATE 640-ACRE DRILLING AND SPACING UNIT FOR SECTION 3, TOWNSHIP 8 **TYPE: ADDITIONAL WELLS** NORTH, RANGE 60 WEST, 6th P.M., AND AUTHORIZE INCREASED WELL DENSITY, FOR PRODUCTION FROM THE CODELL, FORT HAYS, CARLILE AND NIOBRARA FORMATIONS, UNNAMED FIELD, WELD COUNTY, COLORADO

CERTIFICATE OF MAILING

I, Bridget Wittrock, hereby certify that on the 11th day of May, 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 <u>Exhibit B</u> attached hereto.

DATED this 31st day of May, 2018.

Raidad Withock

Bridget Wittrock Poulson, Odell & Peterson, LLC 1775 Sherman Street, Suite 1400 Denver, Colorado 80203

EXHIBIT B

INTERESTED PARTIES

Troy Swain Weld County O&G LGD 1555 North 17th Ave. Greeley, CO 80631 180700513

BLM 2850 Youngfield St. Lakewood, CO 80215

180700513

Noble Energy, Inc. 1625 Broadway, Ste 2200 Denver, CO 80202

180700513

Mallard Exploration 1821 Blake St., Ste. 2B Denver, CO 80202

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