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

IN THE MATTER OF AN SECOND) CAUSE NO. 407
AMENDED APPLICATION OF BONANZA)
CREEK ENERGY OPERATING COMPANY,	DOCKET NO. 181000781
LLC FOR AN ORDER POOLING ALL)
INTERESTS IN THE NIOBRARA-CODELL	TYPE: POOLING
FORMATION IN EIGHT APPROXIMATE)
40-ACRE AND THREE APPROXIMATE)
160-ACRE RULE 318A DESIGNATED)
WELLBORE SPACING UNITS COVERING)
CERTAIN LANDS IN TOWNSHIP 5	
NORTH, RANGE 62 WEST, 6TH P.M.,)
WATTENBERG FIELD, WELD COUNTY,)
COLORADO)

SECOND AMENDED APPLICATION

Bonanza Creek Energy Operating Company, LLC ("Bonanza Creek" or "Applicant"), Operator No. 8960, by its attorneys, Welborn Sullivan Meck & Tooley, P.C., respectfully submits this **Second Amended** Application to the Oil and Gas Conservation Commission of the State of Colorado ("Commission" or "COGCC") for an order pooling all interests in eight approximate 40-acre and **four** three approximate 160-acre designated Rule 318A wellbore spacing units covering certain lands in Township 5 North, Range 62 West, 6th P.M., for the development and operation of the Niobrara-Codell Formation. In support thereof, Applicant states:

- 1. 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.
- 2. Bonanza Creek owns oil and gas leasehold interests in the following lands ("Application Lands") and corresponding Wellbore Spacing Unit ("WSU") and therefore is an owner of an interest in the mineral estate of the tracts to be pooled with standing to maintain this application pursuant to Commission Rule 503.b.(2):

WSU No.	Application Lands	Acres
1	Township 5 North, Range 62 West Section 20: NE¼SW¼	40
2	Township 5 North, Range 62 West Section 20: SE4SW4	40

WSU No.	Application Lands	Acres
3	Township 5 North, Range 62 West Section 20: NW1/4SW1/4	40
4	Township 5 North, Range 62 West Section 20: SW1/4SW1/4	40
5	Township 5 North, Range 62 West Section 20: NW1/4NW1/4	40
6	Township 5 North, Range 62 West Section 20: SE¼NW¼	40
7	Township 5 North, Range 62 West Section 20: NE¼NW¼	40
8	Township 5 North, Range 62 West Section 20: SW¼NW¼	40
9	Township 5 North, Range 62 West Section 20: N½NW¼ Section 17: S½SW¼	160 40
10	Township 5 North, Range 62 West Section 17: SW¼SW¼ Section 18: SE¼SE¼ Section 19: NE¼NE¼ Section 20: NW¼NW¼	160
11	Township 5 North, Range 62 West Section 19 18: E½NE¼ Section 20: W½NW¼	160
12	Township 5 North, Range 62 West Section 20: S½SW¼ N½SW¼ Section 29: N½NW¼	160

A reference map of the Application Lands is attached as Exhibit B hereto.

3. On April 27, 1988, the Commission adopted Rule 318A, the Greater Wattenberg Area Special Well Location, Spacing and Unit Designation Rule. Rule 318A.a.(4)C. provides, when completing a GWA well to an unspaced formation, the operator shall designate a drilling and spacing unit not smaller than a governmental quarter-quarter section if such well is proposed to be located greater than four hundred sixty (460) feet from the quarter-quarter section boundary in which it is located. If a well is proposed to be located less than four hundred sixty (460) feet from the governmental

quarter-quarter section boundary, a wellbore spacing unit ("wellbore spacing unit") for such well shall be comprised of the governmental quarter-quarter sections that are located less than four hundred sixty (460) feet from the wellbore regardless of section or quarter section lines.

4. Applicant has drilled the following wells in the Application Lands to the Niobrara-Codell Formation. Each well is located in a separate Wellbore Spacing Unit ("WSU"), which correspond to the Application Lands as identified above in paragraph 2, established pursuant to Rule 318A:

WSU No.	Well Name and API No.	Spud Date
1	Antelope 23-20 (API No. 05-123-33706)	9/24/2011
2	Antelope 24-20 (API No. 05-123-33709)	9/19/2011
3	Antelope 13-20 (API No. 05-123-33713)	9/13/2011
4	Antelope 14-20 23-20 (API No. 05-123-33715)	9/8/2011
5	Antelope 11-20 23-20 (API No. 05-123-34023)	8/28/2011
6	Antelope 22-20 23-20 (API No. 05-123-34042)	8/23/2011
7	Antelope 21-20 23-20 (API No. 05-123-34043)	8/18/2011
8	Antelope 12-20 23-20 (API No. 05-123-34044)	9/3/2011
9	Antelope F-20 23-20 (API No. 05-123-34909)	3/1/2012
10	Antelope A-20 23-20 (API No. 05-123-34911)	2/19/2012
11	Antelope B-20 23-20 (API No. 05-123-34912)	2/24/2012
12	Antelope F-29 23 - 20 (API No. 05-123-35241)	4/18/2012

(collectively, the "Wells").

- 5. Pursuant to the relevant provisions of Section 34-60-116(6) & (7), C.R.S., as amended, and Commission Rule 530, Applicant seeks an order pooling all interests in the Application Lands for the development and operation of the Niobrara-Codell Formation in WSU Nos. 1 through 12.
- 6. Applicant certifies that, at least sixty (60) days prior to the date of the hearing for this Application, each owner which Applicant was able to locate, not already leased or voluntarily pooled, was provided with the well proposal and information

required by Section 34-60-116(7), C.R.S. and Commission Rule 530 and tendered a reasonable offer to lease (if an unleased mineral owner), or participate and bear costs associated with the drilling and completion of the Wells.

- 7. Applicant requests that a pooling order be entered as a result of this Application, that it be made effective as of the earlier of the date of this Application, or the date costs specified in Section 34-60-116(7)(b), C.R.S., are first incurred for the drilling of each of the Wells.
- 8. The granting of this Application would be in accord with the Oil and Gas Conservation Act, found at Section 34-60-101, *et seq.*, C.R.S., as amended, and the Commission Rules.
- 9. The names of the interested parties (persons who own an interest in the mineral estate of the tracts to be pooled, except owners of overriding royalty interest) are attached hereto and marked <u>Exhibit A</u>. Applicant certifies that copies of this Application will be served on all locatable interested parties within seven (7) days of the date hereof, as required by Commission Rule 507.b.(2).

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 the Application Lands for the development and operation of the Niobrara-Codell Formation in WSU Nos. 1 through 12;
- B. Providing that the pooling order is made effective as of the date of this Application, or the date that the costs specified in Section 34-60-116(7)(b)(II), C.R.S., were first incurred for the drilling of the Wells identified in paragraph 4 above;
- C. 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 Wells are pooled by operation of statute, pursuant to Section 34-60-116(7), C.R.S., and made subject to the cost recovery provisions thereof.
- D. For such other findings and orders as the Commission may deem proper or advisable in the Application Lands.

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Dated this 21 30th day of September August, 2018

Respectfully submitted,

WELBORN SULLIVAN MECK & TOOLEY, P.C.

By:2

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