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

IN THE MATTER OF AN <u>AMENDED</u> APPLICATION BY ENERPLUS RESOURCES (USA) CORPORATION FOR AN ORDER POOLING ALL INTERESTS IN AN APPROXIMATE 1,280-ACRE DRILLING AND SPACING UNIT ESTABLISHED FOR SECTIONS 5 AND 6, TOWNSHIP 7 NORTH, RANGE 65 WEST, 6TH P.M., FOR THE DEVELOPMENT/OPERATION OF THE NIOBRARA, FORT HAYES, AND CODELL, AND CARLILE FORMATIONS, UNNAMED FIELD, WELD COUNTY, COLORADO.

CAUSE NOS. 407

DOCKET NO. 181000787

TYPE: POOLING

AMENDED APPLICATION

Enerplus Resources (USA) Corporation (Operator No. 10177) ("Enerplus" or "Applicant"), by and through its attorneys, Beatty & Wozniak, P.C., respectfully submits this **Amended** Application **("Application")** to the Oil and Gas Conservation Commission of the State of Colorado (the "Commission") for an order pooling all interests in an approximate 1,280-acre drilling and spacing unit established for portions of Sections 5 and 6, Township 7 North, Range 65 West, 6th P.M., for the development and operation of the Niobrara, **Fort Hayes**, and Codell, and Carlile Formations. In support of its 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 Commission.
 - 2. Applicant owns a leasehold interest in the below-listed lands:

Township 7 North, Range 65 West, 6th P.M.

Section 5: All Section 6: All

1,280 acres, more or less, Weld County, Colorado.

These lands are hereinafter collectively referred to as the "Application Lands" and depicted in Exhibit A, 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. On September 11, 2017, the Commission entered Order Nos. 407-2188, which, among other things, established an approximate 1,280-acre drilling and spacing unit, and authorized the drilling of eight (8) horizontal wells within the unit from the Niobrara, Fort Hayes, and Codell, and Carlile Formations within the unit for production of oil, gas, and associated hydrocarbons.
- 5. Pursuant to the Application, Applicant plans to drill the below-described wells within the Application Lands, for the production of oil, gas, and associated hydrocarbons from the Niobrara, Fort Hayes, and Codell, and Carlile Formations:
 - a. Buffalo 7-65-5-6C (API No. to be assigned) Codell Formation;
 - b. Canada Lynx 7-65-5-6C (API No. to be assigned) Codell Formation;
 - c. Elk 7-65-5-6N (API No. to be assigned) Niobrara Formation;
 - d. Gray Fox 7-65-5-6C (API No. to be assigned) Codell Formation;
 - e. Grizzly 7-65-5-6C (API No. to be assigned) Codell Formation;
 - f. Mule Deer 7-65-5-6N (API No. to be assigned) Niobrara Formation;
 - g. Ram 7-65-5-6C (API No. to be assigned) Codell Formation;
 - h. Ringtail 7-65-5-6C (API No. to be assigned) Codell Formation.

These wells are collectively referred to hereinafter as the "Subject Wells."

- 6. 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 in the Application Lands, for the development and operation of the Niobrara, Fort Hayes, and Carlile Formations.
- 7. 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 any of the Subject Wells.
- 8. 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 Wells, 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 any of the Subject Wells.
- 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 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.

11. 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, this Commission enter its order:

- A. Pooling all interests in the Application Lands, for the development and operation of the Niobrara, Fort Hayes, and Codell, and Carlile Formations, with the pooling order 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 any of the Subject Wells.
- 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 Wells, are pooled by operation of statute, pursuant to §34-60-116(6) & (7), C.R.S., and made subject to the cost recovery provisions thereof, 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 any of the Subject Wells.
- C. For such other findings and orders as the Commission may deem proper or advisable in the premises.

DATED this 30th-day of August 20th day of September, 2018

Respectfully submitted,

ENERPLUS RESOURCES (USA) CORPORATION

By: James Parrot

Jillian Fulcher

Jobediah Rittenhouse

Beatty & Wozniak, P.C.

Attorneys for Applicant

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Denver, Colorado 80202

(303) 407-4499

jparrot@bwenergylaw.com

jfulcher@bwenergylaw.com

jrittenhouse@bwenergylaw.com

Address of Applicant

Enerplus Resources (USA) Corporation Sean Gallagher, Senior Landman 950 17th Street, Suite 2200 Denver, Colorado 80202

VERIFICATION

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

Sean Gallagher, Senior Landman for Enerplus Resources (USA) Corporation, upon oath deposes and says that he has read the foregoing Amended Application and that the statements contained therein are true to the best of his knowledge, information and belief.

ENERPLUS RESOURCES (USA) CORPORATION

Sean Gallagher

Subscribed and sworn to before me this day of September, 2018, by Sean Gallagher, Senior Landman for Enerplus Resources (USA) Corporation.

Witness my hand and official seal.

Notary Public

YASUKO S. ARMSTEAD NOTARY PUBLIC STATE OF COLORADO NOTARY ID 20124022863 MY COMMISSION EXPIRES MAY 18, 2020

Exhibit A

Reference Map for Pooling Application

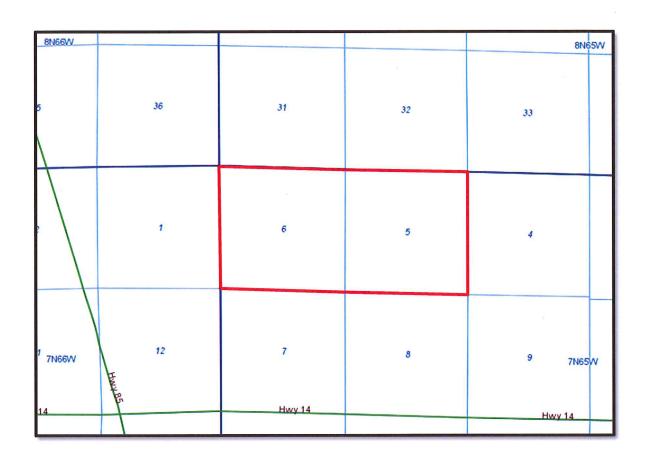
Township 7 North, Range 65 West, 6th P.M.

Section 5:

All

Section 6: All

1,280 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 ENERPLUS RESOURCES (USA) CORPORATION FOR AN ORDER POOLING ALL INTERESTS IN AN APPROXIMATE 1,280-ACRE DRILLING AND SPACING UNIT ESTABLISHED FOR SECTIONS 5 AND 6, TOWNSHIP 7 NORTH, RANGE 65 WEST, 6TH P.M., FOR THE DEVELOPMENT/OPERATION OF THE NIOBRARA, FORT HAYES, CODELL, AND CARLILE FORMATIONS, UNNAMED FIELD, WELD COUNTY, COLORADO.

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AFFIDAVIT OF MAILING

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

Jo Cooks, 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 Enerplus Resources (USA) Corporation, and on or before the 24th day of September, 2018, caused a copy of the attached Amended Application to be deposited in the United States Mail, postage prepaid, addressed to the parties listed on **Exhibit A** attached hereto.

Jo Cooks

Subscribed and sworn to before me this 20th day of September, 2018.

Witness my hand and official seal.

TERESA L. PETERSON
NOTARY PUBLIC
STATE OF COLORADO
NOTARY ID 19894002026
MY COMMISSION EXPIRES OCTOBER 4, 2021

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**.

KERR-MCGEE OIL AND GAS ONSHORE, LP ATTN: WATTENBERG LAND MANAGER 1099 18TH STREET, SUITE 1800 DENVER, COLORADO 80202-1918

BAYSWATER FUND III-A, LLC 730 17TH STREET, SUITE 500 DENVER, CO 80202

BAYSWATER RESOURCES, LLC, A DELAWARE LLC 730 17TH STREET, SUITE 500 DENVER, CO 80202

COLORADO COMMUNITY BANK BILL BOWLDS, SPECIAL ASSET MANAGER 1050 EAGLE DRIVE LOVELAND, CO 80537

BILL B. AND LUCILLE SAMESHIMA REVOCABLE TRUST DATED 1/6/1993 18549 CR 84 AULT, CO 80610

NOBLE ENERGY, INC., A DELAWARE CORPORATION 1625 BROADWAY, SUITE 2000 DENVER, CO 80202

RAISA II, LLC, A DELAWARE LLC 10058 CIRCLEVIEW DRIVE AUSTIN, TX 78733

RAISA II, LLC 1560 BROADWAY SUITE 2050 DENVER, CO 80202

CITY OF THORNTON, A CO MUNICIPAL CORPORATION 9500 CIVIC CENTER DRIVE THORNTON, CO 80229

WAYNE B. AND JUDI L. SAMESHIMA, HUSBAND AND WIFE, AS JOINT TENANTS 18541 WCR 84 AULT, CO 80610

DPOC, LLC 1400 16TH STREET, SUITE 300 DENVER, CO 80202

ANADARKO LAND CORP.
ATTN: WATTENBERG LAND MANAGER
1099 18TH STREET, SUITE 1800
DENVER, COLORADO 80202-1918

BIG M FEEDLOT, LLC 5013 W 12TH ST. DR. GREELEY, CO 80634

CAROL KRAFT, TRUSTEE OR SUCCESSORS IN TRUST UNDER THE CAROL KRAFT LIVING TRUST, DATED MARCH 4, 2008 PO BOX 533 BILLINGS, MT 59103

RAISA II MINERALS, LLC, A DELAWARE LLC PO BOX 987 DENVER, CO 80201

SAMUEL B. SPENCER 3657 GREENWOOD ROAD SEDALIA, CO 80135

ELIZABETH KEIRNES MULHERN 131 STANLEY CIRCLE DRIVE ESTES PARK, CO 80517

PAUL M. HOFFNER, A SINGLE MAN 1550 N. FEDERAL BOULEVARD RIVERTON, WY 82501

RODNEY K. HOFFNER AND VIRGINIA HOFFNER, H/W 3942 W. 22ND STREET GREELEY, CO 80634

TRACY C. SPENCER 35523 WCR 31 EATON, CO 80615

MICHELLE A. LUCK 11816 SPARKS ROAD MANOR, TX 78653

LINCOLN ENERGY PARTNERS II, LLC 852 BROADWAY, SUITE 300 DENVER, CO 80203

DAVID J. STEYAERT, JR., A SINGLE MAN 9098 PATTY LN PARKER, CO 80134

JAMES BROWN FARMS COMPANY MARY GIBBS JIMENEZ, MANAGING PARTNER 1336 PLAINS COURT EATON, CO 80615

DENNIS E. ISAKSON AND LINDA ISAKSON, AS TRUSTEES OF THE DENNIS E. ISAKSON AND LINDA ISAKSON REVOCABLE TRUST, DTD 12/19/2017 14245 ROAD 47 VAN TASSELL, WY 82242 ANITA F. MARTIN 476 SOUTH LOGAN STREET DENVER, CO 80209 DAVID S. FARRELL 140315TH AVENUE GREELEY, CO 80631