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

IN THE MATTER OF THE APPLICATION OF)	
EXTRACTION OIL & GAS, INC., FOR AN ORDER)	CAUSE NO. 407
POOLING ALL INTERESTS WITHIN TWO)	
APPROXIMATE 564.71-ACRE RULE 318A. HORIZONTAL)	DOCKET NO. To be assigned
WELLBORE SPACING UNITS ESTABLISHED FOR)	
CERTAIN LANDS LOCATED IN SECTIONS 26, 27, 34 &)	TYPE: Pooling
35, TOWNSHIP 7 NORTH, RANGE 67 WEST, 6 TH P.M.,)	
FOR DEVELOPMENT AND OPERATION OF THE)	
CODELL AND NIOBRARA FORMATIONS, AND)	
AUTHORIZING COST RECOVERY AND RISK)	
PENALTIES FROM CERTAIN NONCONSENTING)	
OWNERS FOR CERTAIN WELLS TO BE DRILLED)	
WITHIN THE UNITS, WATTENBERG FIELD, WELD)	
COUNTY, COLORADO)	

APPLICATION

Extraction Oil & Gas, Inc. ("Extraction" or "Applicant"), Operator #10459, by and through its below-signed attorneys, Poulson, Odell & Peterson, LLC, respectfully submits this application to the Oil and Gas Conservation Commission of the State of Colorado ("Commission" or "COGCC") for an order pooling all interests within two approximate 564.71-acre Rule 318A. horizontal wellbore spacing units established for certain lands located in Sections 26, 27, 34 and 35, Township 7 North, Range 67 West, 6th P.M., for development and operation of the Codell and Niobrara Formations, and authorizing cost recovery and statutory risk penalties from certain nonconsenting owners for certain authorized horizontal wells to be constructed within said units. 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 7 North, Range 67 West, 6th P.M.

Section 26: S½ S½

Section 27: S½ SE¼ and SE¼ SW¼
Section 34: N½ NE¼ and NE¼ NW¼

Section 35: N¹/₂ N¹/₂

The Application Lands comprise 564.71 acres, more or less. An Application Map depicting the Application Lands is attached hereto and marked <u>Exhibit A</u>.

3. On April 27, 1988, 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 Cretaceous Age Formations from the base of the Dakota Formation to the surface. Rule 318A. supersedes all prior Commission drilling and spacing orders affecting well location and density requirements of Greater Wattenberg Area wells. On December 5, 2005, Rule 318A. was amended, among other things, 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, among other things, to address drilling of horizontal wells. The Application Lands are subject to Rule 318A. for the Codell and Niobrara Formations.

4. Acting pursuant to notice requirements found in Rule 318A.e.(5), Extraction established two approximate 564.71-acre horizontal wellbore spacing units (defined by Rule 318A.a.(4)D.) for the Application Lands, for production of oil, gas and associated hydrocarbons from the Codell and Niobrara Formations. Following the establishment of the units, Extraction submitted two Applications for Permit-to-Drill (one horizontal well per unit), which were subsequently approved by the Director and described in the table below (the "Wells"):

Well Name / Number	API Number	Target Formation
Hergert North 35W-15-1C	05-123-40830	Codell
Hergert North 35W-15-2N	05-123-40825	Niobrara

- 5. Acting pursuant to relevant provisions of §34-60-116(6), C.R.S., Applicant seeks an order pooling all interests in two approximate 564.71-acre Rule 318A. horizontal wellbore spacing units established for the Application Lands, for development and operation of the Codell and Niobrara Formations.
- 6. Rule 530. provides that an application for involuntary pooling may be filed at any time prior or after the drilling of a well, with any pooling order retroactive to the date the application is filed with the Commission unless the payor agrees otherwise. Extraction will provide Rule 530. well proposal materials to putative nonconsenting owners within two approximate 564.71-acre horizontal wellbore spacing units established for the Application Lands, thereby allowing those owners at least 60 days to make an election as to their participation in the drilling of the Wells, or leasing their interests, if unleased.
- 7. Acting pursuant to §34-60-116(6) & (7), C.R.S., and Rule 530., Applicant hereby seeks an order authorizing cost recovery and statutory risk penalties associated with the drilling, completion and operation of the Wells, from interests belonging to those nonconsenting owners, for the development and operation of the Codell and Niobrara Formations.
- 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 COGCC rules.
- 9. 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.

10. That the names and addresses of interested parties (those 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 will be set forth in Exhibit B and submitted with 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. Pooling all interests in the two approximate 564.71-acre horizontal wellbore spacing units established for the Application Lands, for development and operation of the Codell and Niobrara Formation, with the pooling order effective as of the date of the Application.
- 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 Wells, for production of oil, gas and associated hydrocarbons from the Codell and Niobrara Formations, having been pooled by operation of statute, pursuant to §34-60-116(6) & (7), C.R.S., are made subject to cost recovery and risk penalties provided therein.
- C. For such other findings and orders as the Commission may deem proper or advisable given the premises.

{*The remainder of this page is intentionally left blank*}

DATED this 30th day of August, 2018.

Respectfully submitted,

By: Robert A. Willis (Colorado Bar #26308)
Poulson, Odell & Peterson, LLC
1775 Sherman Street, Suite 1400

Denver, CO 80203 (303) 861-4400 (main) (303) 264-4418 (direct) (303) 995-5120 (cell)

Applicant's Address:
Extraction Oil & Gas, Inc.
370 Seventeenth St., Suite 5300
Denver, CO 80202

VERIFICATION

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

Sean Flanagan, Landman for Extraction Oil & Gas, 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.

EXTRACTION OIL & GAS, INC.

Sean Flanagan

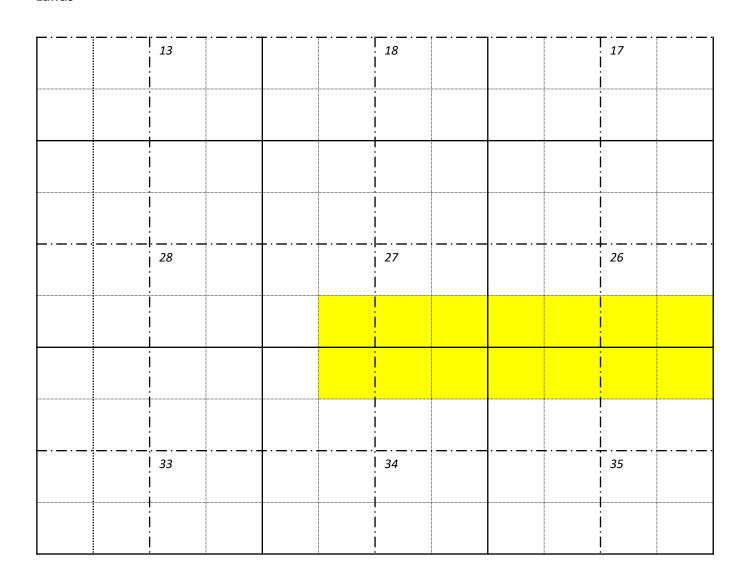
Subscribed and sworn to before me this 292 day of August, 2018, by Sean Flanagan, Landman for Extraction Oil & Gas, Inc.

Witness my hand and official seal.

My commission expires: 1/21/22

JESSE NICOLE SCHMIDT
Notary Public
State of Colorado
Notary ID # 20144002537
My Commission Expires 01-21-2022

Notary Public Schuidt



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

IN THE MATTER OF THE APPLICATION OF)	
EXTRACTION OIL & GAS, INC., FOR AN ORDER)	CAUSE NO. 407
POOLING ALL INTERESTS WITHIN TWO)	
APPROXIMATE 564.71-ACRE RULE 318A.)	DOCKET NO. 181000826
HORIZONTAL WELLBORE SPACING UNITS)	
ESTABLISHED FOR CERTAIN LANDS LOCATED IN)	TYPE: Pooling
SECTIONS 26, 27, 34 & 35, TOWNSHIP 7 NORTH,)	
RANGE 67 WEST, 6 TH P.M., FOR DEVELOPMENT)	
AND OPERATION OF THE CODELL AND)	
NIOBRARA FORMATIONS, AND AUTHORIZING)	
COST RECOVERY AND RISK PENALTIES FROM)	
CERTAIN NONCONSENTING OWNERS FOR)	
CERTAIN WELLS TO BE DRILLED WITHIN THE)	
UNITS, WATTENBERG FIELD, WELD COUNTY,)	
COLORADO)	

CERTIFICATE OF MAILING

I, Bridget Wittrock, hereby certify that on the 3rd day of May, 2019, I caused a copy of (i) the Application and (ii) the Second Notice of Hearing 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 6th day of May, 2019.

Bridget Withrock

Poulson, Odell & Peterson, LLC 1660 Lincoln Street, Suite 1500

Denver, Colorado 80264

EXHIBIT B

INTERESTED PARTIES

Extraction Oil & Gas, Inc. 370 17th Street, Suite 5300 Denver, CO 80202

Lois Sturgeon 2595 Hawthorne Ave. Boulder, CO 80304 181000826 Macondo Fund IV Ltd. PO Box 4216 Midland, TX 79704 181000826

Kidron, LLC 36841 County Road 21 Windsor, CO 80550 181000826 Regal Petroleum, L.L.C. PO Box 3126 Houston, TX 77253

Rearden Minerals, LLC 5914 W. Courtyard Dr. Austin, TX 78730 181000826

Betty Bechtholdt 4644 West 21st St. Circle Greeley, CO 80201 181000826 Clarence David Hergert Trust, orig. created 10-3-97, amended 2-12-15 1424 Avenue B Scottsbluff, NE 69361 181000826 Leonard E. Brunner P.O. Box 377323 Ocean View, HI 96737 181000826

Reichert Living Trust 1309 Woodview Place Fort Collins, CO 80526 181000826 John Launer 10998 County Road 76 1/2 Windsor, CO 80550 181000826 Margaret W. Launer 10998 County Road 76 1/2 Windsor, CO 80550 181000826

Mountaintop Minerals, LLC 455 Sherman St., Ste. 300 Denver, CO 80203 181000826

Ryan Michael Zigray 9778 WCR 80 Fort Collins, CO 80524 181000826 Sheldon A. Emerson 9778 WCR 80 Fort Collins, CO 80524 181000826

Weld County, Colorado P.O. Box 758 Greeley, CO 80632 181000826 Regal Petroleum LLC PO Box 2228 Houston, TX 77252 181000826 Michael T. McDonnell, Successor Trustee of KWL Trust dtd 6-7-91 5613 DTC Parkway, Suite 1200 Greenwood Village, CO 80111 181000826

Norwest Bank Colorado, N.A. & Harold A.
Norblom, Trustees WJ Coulter Trust #4
c/o Kelly Owens
1740 Broadway
Denver, CO 80274
181000826

AK Resources LLC P.O. Box 6975 Denver, CO 80206 181000826 Viola Vestal Coulter Foundation 3004 Viewcrest Dr. N.E. Bremerton, WA 98310 181000826

Joyce G. Temby 1125 Sunnyhills Rd. Oakland, CA 94610 181000826 West Slope Energy Partners, LLC 1515 Wynkoop St., Ste. 700 Denver, CO 80202 Ann W. Copenhaver, Trustee of Ann W. Copenhaver Trust dtd 9-22-89 710 S. Greenbay Road Lake Forest, IL 60045 181000826

Jack D. McDowell and Anne L. McDowell, joint tenants 36990 County Road #21 Windsor, CO 80550 181000826

Laurene B. Brooks Owen c/o U.S. Bank, Natural Resources P.O. Box 17532
Denver, CO 80217 181000826

Robert W. Willard 2706 North College Drive Durango, CO 81301 181000826

Anne Tarbel 1423 E. 34th St. Tulsa, OK 74015 181000826

Alma B. Gerbitz f/k/a Alma Brunner 300 9th St.
Windsor, CO 80550
181000826

JoAnne Koehler and E.J. Koehler, Trustees of JoAnne Koehler LT, a/k/a the JoAnne Koehler Loving® Trust 610 SW Brook Lane Cedaredge, CO 81413 181000826

Michael L. Hedgren 37301 WCR 21 Windsor, CO 80550 181000826

Mary Jo Schuman 4013 NE 32nd Pl. Portland, OR 97212 181000826

Frank L. Schulte, Jr. 10998 Gray Circle Westminster, CO 80020 Gilbert Mineral LLP 68 Indigo Way Castle Rock, CO 80108 181000826

Colorado State Bank and Trust, Trustee of Kent/Caroline B. Rickenbaugh Gch Trust 1600 Broadway Denver, CO 80202 181000826

Andrew Rohan, individually & as successorin-interest to Estate of Mrs. George C. Sweeney aka Winfred Sweeney, deceased 1132 East Gilbert Ave. Coeur d'Alene, ID 83815 181000826

David Alan Tarbel 466 Washington St., Apt. 2W New York, NY 10013 181000826

Susan H. Lake 9112 Weld County Rd. 78 Fort Collins, CO 80524 181000826

John Gerhart Brunner a/k/a Gerhart John Brunner c/o Sherron Brunner 33847 Siasconset Windsor, CO 80550 181000826

Babit Limited Partnership P.O. Box 245, Fish Hatchery Road Story, WY 82834 181000826

Arthur A. Schulte, Jr. 15936 NW Tullamorrie Way Portland, OR 97229 181000826

Kenneth L. Schulte 1555 S. Center St. Casper, WY 82601 181000826 Thomas P. O'Rourke c/o First National Bank of Denver 1573 Market St. Denver, CO 80202 181000826

LBGems, LLC 1955 Mooringline Dr. Vero Beach, FL 32963 181000826

Brian Lute Morton 821 N. Fox St. Denver, CO 80204

Elizabeth Tarbel Griffin 4 Miriam Ct. Longview, TX 75605

William L. Lake 9112 Weld County Rd. 78 Fort Collins, CO 80524 181000826

Heirs/Devisees of Florence M. Schmidt, deceased 4440 Upham Wheatridge, CO 80033 181000826

Margaret C. Tobin, Trustee of Margaret C. Tobin Revocable Trust dtd 3-26-96 2485 Park St. Laramie, WY 82070 181000826

Brian M. Schulte 1121 E. 21st Casper, WY 82601 181000826

Peter J. Schulte 3737 Eagle Dr. Casper, WY 82601 181000826 Steven Lynn Holt and Mary Schulte Holt, Trustees of the Steven Lynn Holt & Mary Schulte Holt LT, dated March 8, 2017 1811 South Walnut Casper, WY 82601 181000826

Mary O. Jones, a/k/a Mary O. Lang 1414 E. Fremont Los Altos, CA 94022 Thomas W. Schulte 1736 S. McKinley Casper, WY 82601 181000826

Heirs/Devisees of Florence M. Schmidt, deceased 4440 Upham Wheatridge, CO 80033 181000826 Reservoir Energy 700 Automation Drive, Suite H Windsor, CO 80550 181000826

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

IN THE MATTER OF THE PROMULGATION AND)	CAUSE NO. 407
ESTABLISHMENT OF FIELD RULES TO)	
GOVERN OPERATIONS FOR THE CODELL AND)	DOCKET NO. 181000826
NIOBRARA FORMATIONS, WATTENBERG)	
FIELD, WELD COUNTY, COLORADO)	TYPE: POOLING

CERTIFICATE OF MAILING

I, Bridget Wittrock, hereby certify that on the 23rd day of July, 2019, I caused a copy of (i) the Application and (ii) the Third Notice of Hearing 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 23rd day of July, 2019.

Bridget Wittrock Poulson, Odell & Peterson, LLC 1660 Lincoln Street, Suite 1500 Denver, Colorado 80264

EXHIBIT B

INTERESTED PARTIES

Extraction Oil & Gas, Inc. 370 17th Street, Suite 5300 Denver, CO 80202

Lois Sturgeon 2595 Hawthorne Ave. Boulder, CO 80304 181000826 Macondo Fund IV Ltd. PO Box 4216 Midland, TX 79704 181000826

Kidron, LLC 36841 County Road 21 Windsor, CO 80550 181000826 Regal Petroleum, L.L.C. PO Box 3126 Houston, TX 77253 Rearden Minerals, LLC 5914 W. Courtyard Dr. Austin, TX 78730 181000826

Betty Bechtholdt 4644 West 21st St. Circle Greeley, CO 80201 181000826 Clarence David Hergert Trust, orig. created 10-3-97, amended 2-12-15 1424 Avenue B Scottsbluff, NE 69361 181000826

Leonard E. Brunner P.O. Box 377323 Ocean View, HI 96737 181000826

Reichert Living Trust 1309 Woodview Place Fort Collins, CO 80526 181000826 John Launer 10998 County Road 76 1/2 Windsor, CO 80550 181000826 Margaret W. Launer 10998 County Road 76 1/2 Windsor, CO 80550 181000826

Mountaintop Minerals, LLC 455 Sherman St., Ste. 300 Denver, CO 80203 181000826

Ryan Michael Zigray 9778 WCR 80 Fort Collins, CO 80524 181000826 Sheldon A. Emerson 9778 WCR 80 Fort Collins, CO 80524 181000826

Weld County, Colorado P.O. Box 758 Greeley, CO 80632 181000826 Regal Petroleum LLC PO Box 2228 Houston, TX 77252 181000826 Michael T. McDonnell, Successor Trustee of KWL Trust dtd 6-7-91 5613 DTC Parkway, Suite 1200 Greenwood Village, CO 80111 181000826

Norwest Bank Colorado, N.A. & Harold A.
Norblom, Trustees WJ Coulter Trust #4
c/o Kelly Owens
1740 Broadway
Denver, CO 80274
181000826

AK Resources LLC P.O. Box 6975 Denver, CO 80206 181000826 Viola Vestal Coulter Foundation 3004 Viewcrest Dr. N.E. Bremerton, WA 98310 181000826

Joyce G. Temby 1125 Sunnyhills Rd. Oakland, CA 94610 181000826 West Slope Energy Partners, LLC 1515 Wynkoop St., Ste. 700 Denver, CO 80202 181000826

Ann W. Copenhaver, Trustee of Ann W. Copenhaver Trust dtd 9-22-89 710 S. Greenbay Road Lake Forest, IL 60045 181000826

Jack D. McDowell and Anne L. McDowell, joint tenants 36990 County Road #21 Windsor, CO 80550 181000826

Laurene B. Brooks Owen c/o U.S. Bank, Natural Resources P.O. Box 17532 Denver, CO 80217 181000826

Robert W. Willard 2706 North College Drive Durango, CO 81301 181000826

Anne Tarbel 1423 E. 34th St. Tulsa, OK 74015 181000826

Alma B. Gerbitz f/k/a Alma Brunner 300 9th St.
Windsor, CO 80550
181000826

JoAnne Koehler and E.J. Koehler, Trustees of JoAnne Koehler LT, a/k/a the JoAnne Koehler Loving® Trust 610 SW Brook Lane Cedaredge, CO 81413 181000826

Michael L. Hedgren 37301 WCR 21 Windsor, CO 80550 181000826

Mary Jo Schuman 4013 NE 32nd Pl. Portland, OR 97212 181000826

Frank L. Schulte, Jr. 10998 Gray Circle Westminster, CO 80020 181000826 Gilbert Mineral LLP 68 Indigo Way Castle Rock, CO 80108 181000826

Colorado State Bank and Trust, Trustee of Kent/Caroline B. Rickenbaugh Gch Trust 1600 Broadway Denver, CO 80202 181000826

Andrew Rohan, individually & as successorin-interest to Estate of Mrs. George C. Sweeney aka Winfred Sweeney, deceased 1132 East Gilbert Ave. Coeur d'Alene, ID 83815 181000826

David Alan Tarbel 466 Washington St., Apt. 2W New York, NY 10013 181000826

Susan H. Lake 9112 Weld County Rd. 78 Fort Collins, CO 80524 181000826

John Gerhart Brunner a/k/a Gerhart John Brunner c/o Sherron Brunner 505 Trailwood Cir. Windsor, CO 80550-5903 181000826

Babit Limited Partnership P.O. Box 245, Fish Hatchery Road Story, WY 82834 181000826

Arthur A. Schulte, Jr. 15936 NW Tullamorrie Way Portland, OR 97229 181000826

Kenneth L. Schulte 1555 S. Center St. Casper, WY 82601 Thomas P. O'Rourke c/o First National Bank of Denver 1573 Market St. Denver, CO 80202 181000826

LBGems, LLC 1955 Mooringline Dr. Vero Beach, FL 32963 181000826

Brian Lute Morton 821 N. Fox St. Denver, CO 80204

Elizabeth Tarbel Griffin 4 Miriam Ct. Longview, TX 75605

William L. Lake 9112 Weld County Rd. 78 Fort Collins, CO 80524 181000826

Heirs/Devisees of Florence M. Schmidt, deceased 4440 Upham Wheatridge, CO 80033 181000826

Margaret C. Tobin, Trustee of Margaret C. Tobin Revocable Trust dtd 3-26-96 2485 Park St. Laramie, WY 82070 181000826

Brian M. Schulte 1121 E. 21st Casper, WY 82601 181000826

Peter J. Schulte 3737 Eagle Dr. Casper, WY 82601 181000826 Steven Lynn Holt and Mary Schulte Holt, Trustees of the Steven Lynn Holt & Mary Schulte Holt LT, dated March 8, 2017 1811 South Walnut Casper, WY 82601 181000826

Mary O. Jones, a/k/a Mary O. Lang 1414 E. Fremont Los Altos, CA 94022 Thomas W. Schulte 1736 S. McKinley Casper, WY 82601 181000826

Heirs/Devisees of Florence M. Schmidt, deceased 4440 Upham Wheatridge, CO 80033 181000826 Reservoir Energy 700 Automation Drive, Suite H Windsor, CO 80550 181000826