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

IN THE MATTER OF AN **AMENDED** APPLICATION BY SRC ENERGY INC. FOR AN ORDER POOLING ALL INTERESTS IN A DRILLING AND SPACING UNIT ESTABLISHED FOR SECTIONS 27, 28, 29, AND 30, TOWNSHIP 5 NORTH, RANGE 66 WEST, P.M., FOR THE DEVELOPMENT OPERATION OF THE CODELL AND NIOBRARA FORMATIONS, WATTENBERG FIELD. **WELD** COUNTY, COLORADO

CAUSE NO. 407

DOCKET NO. 190300201

TYPE: POOLING

AMENDED APPLICATION

SRC Energy Inc., Operator No. 10311 ("SRC" 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 ("Commission") for an order pooling all interests in a drilling and spacing unit established for Sections 27, 28, 29, and 30, Township 5 North, Range 66 West, 6th P.M., for the development and operation of the Codell and Niobrara Formations. In support of its Application, Applicant states and alleges as follows:

- 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 5 North, Range 66 West, 6th P.M.

Section 27:

ΑII

Section 28: All

Αll

Section 29:

Section 30: All

2,560 acres, more or less, Weld County, Colorado.

These lands are hereinafter referred to as the "Application Lands" and depicted in Amended Exhibit A attached hereto. The Application Lands lie approximately one mile south of Highway 34 and three miles west of Highway 85.

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.

Application Lands are subject to Rule 318A.

Prior Orders applicable to Application Lands

- 4. On May 1, 2017, the Commission entered Order No. 407-1954 which, among other things, established an approximate 2,560-acre drilling and spacing unit for the Application Lands, and authorized the drilling of up to 26 horizontal wells within the unit, for the Codell and Niobrara Formations underlying the Application Lands.
- 5. On July 24, 2017, the Commission entered Order No. 407-2113 which, among other things, amended Order No. 407-1954 to allow not less than 100 feet from the productive interval of another well within the unit, unless an exception is granted by the Director, for any of the allowed horizontal wells within the approximate 2,560-acre drilling and spacing unit established by Order No. 1954.
- 6. On April 30, 2018, the Commission entered Order No. 407-2436 which, among other things, increased the well density from 24 horizontal wells to 40 horizontal wells in the approximate 2,560-acre drilling and spacing unit established by Order No. 1954 for the Application Lands, for the Codell and Niobrara Formations underlying the Application Lands.
- 7. Applicant has filed concurrently herewith an application ("Increased Density Application") requesting that the Commission authorize the drilling of up to 44 horizontal wells in the approximate 2,560-acre drilling and spacing unit established by Order No. 207-1954 for Codell and Niobrara Formations underlying the Application Lands.
- 8. Pursuant to and consistent with prior Order Nos. 407-1954, 407-2113, 407-2436, and the Increased Density Application, Applicant plans to drill the 44 below-described wells within the Application Lands, for the production of oil, gas, and associated hydrocarbons from the Codell and Niobrara Formations:
- 1) Sanford 4N-30C-M (Niobrara Formation) API No. 05-123-4511
- 2) Sanford 4N-30B-M (Niobrara Formation) API No. 05-123-45532
- 3) Sanford 4C-30-M (Codell Formation) <u>API No. 05-123-45533</u>
- 4) Sanford 4N-30A-M (Niobrara Formation) **API No. 05-123-45534**
- 5) Sanford 31N-30C-M (Niobrara Formation) API No. 05-123-45545
- 6) Sanford 31N-30B-M (Niobrara Formation)
- 7) Sanford 5N-30C-M (Niobrara Formation)
- 8) Sanford 5C-30-M (Codell Formation)

- 23) Sanford 40C-27-XR (Codell Formation) API No. 05-123-45558
- 24) Sanford 40N-27A-XR (Niobrara Formation) API No. 05-123-45567
- 25) Sanford 9N-27C-XR (Niobrara Formation) API No. 05-123-45561
- 26) Sanford 9N-27B-XR (Niobrara Formation) **API No. 05-123-45562**
- 27) Sanford 39C-27-XR (Codell Formation) API No. 05-123-45555
- 28) Sanford 39N-27A-XR (Niobrara Formation) **API No. 05-123-45560**
- 29) Sanford 39N-27C-XR (Niobrara Formation) API No. 05-123-45554
- 30) Sanford 39N-27B-XR (Niobrara Formation) API No. 05-123-45559

9)	Sanford 5N-30B-M	(Niobrara Formation)				(Niobrara Formation)
10)	Sanford 32N-30C-M	(Niobrara Formation)	,			(Niobrara Formation)
11)	Sanford 32N-30B-M	(Niobrara Formation)	33)	Sanford	16C-27-XR	(Codell Formation)
12)	Sanford 1N-27B-XR	(Niobrara Formation)	34)	Sanford	32N-30A-M	(Niobrara Formation)
,		,		API No.	05-123-45563	3
13)	Sanford 1C-27-XR	(Codell Formation)	35)	Sanford	32C-30-M	(Codell Formation)
•				API No.	05-123-4556	<u>5</u>
14)	Sanford 1N-27A-XR	(Niobrara Formation)	36)	Sanford	12N-30B-M	(Niobrara Formation)
,	2000 000 000 000 000 000 000 000 00 00 0	,			05-123-45569	9
15)	Sanford 1N-27C-XR	(Niobrara Formation)	37)	Sanford	12N-30C-M	(Niobrara Formation)
,		,	,		05-123-4556	
16)	Sanford 41N-27B-XR	(Niobrara Formation)	38)			(Niobrara Formation)
10)		(,	,		05-123-4555	
17)	Sanford 41N-27C-XR	(Niobrara Formation)	39)	Sanford	33N-30C-M	(Niobrara Formation)
,		(,		05-123-4556	
18)	Sanford 8C-27-XR	(Codell Formation)	40)	- 1		(Niobrara Formation)
,		(,		05-123-4556	6
19)	Sanford 8N-27B-XR	(Niobrara Formation)	41)		33C-30-M	(Codell Formation)
.0)		(,		05-123-4555	
20)	Sanford 8N-27C-XR	(Niobrara Formation)	42)		33N-30A-M	(Niobrara Formation)
21)	Sanford 40N-27B-XR	•			13N-30C-M	(Niobrara Formation)
:		•			13N-30B-M	(Niobrara Formation)
22)	Sanford 40N-27C-XR	(Mobrara Formation)	44)	Samoru	1314-300-101	(Mobiaia i offiation)

These wells are collectively referred to hereinafter as the "Subject Wells." 1

- 9. 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 Codell and Niobrara Formations.
- 10. 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.
- 11. 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.
- 12. 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.
- 13. 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.

¹ No API Nos. have been assigned for any of the **remaining** Subject Wells.

14. The undersigned certifies that copies of this Application will be served on each interested party as required by Rules 507 and 503.

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 Codell and Niobrara 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 40th 31st day of January, 2019.

Respectfully submitted,

SRC ENERGY INC.

By: \aleedrah Ritterlane

Jillian Fulcher James P. Parrot

> Jobédiah Rittenhouse Beatty & Wozniak, P.C.

Attorneys for Applicant 216 16th Street, Suite 1100

Denver, Colorado 80202

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jrittenhouse@bwenergylaw.com

Address of Applicant SRC Energy Inc. ATTN: Kaitlyn Cass 1675 Broadway, Suite 2600 Denver, Colorado 80202 (720) 616-4323 kcass@srcenergy.com

VERIFICATION

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

Kaitlyn Cass, Landman for SRC Energy Inc., upon oath deposes and says that she has read the foregoing Amended Application and that the statements contained therein are true to the best of her knowledge, information, and belief.

SRC ENERGY INC.

Kaitlyn Cass

Subscribed and sworn to before me this day of an day of 2019, by Kaitlyn Cass, Landman for SRC Energy Inc.

Witness my hand and official seal.

My commission expires: 12-72-7077

SHANICE MARTINEZ
Notary Public
State of Colorado
Notary ID # 20184026112
My Commission Expires 06-22-2022

Nøtary Public

AMENDED EXHIBIT A

Reference Map for Pooling Application

Township 5 North, Range 66 West, 6th P.M.

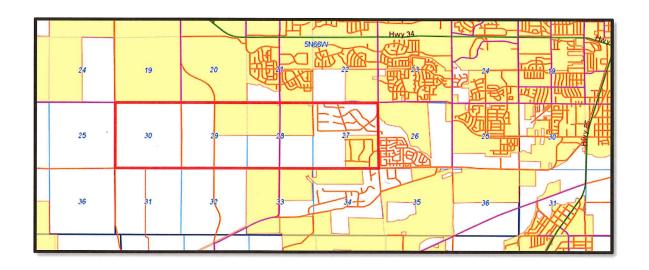
Section 27: All

Section 28: All

Section 29: All

Section 30: All

2,560 acres, more or less, Weld County, Colorado





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

IN THE MATTER OF THE PROMULGATION)	CAUSE NO. 407
AND ESTABLISHMENT OF FIELD RULES TO)	
GOVERN OPERATIONS FOR THE NIOBRARA)	DOCKET NO. 190300201
AND CODELL FORMATIONS, WATTENBERG)	
FIELD, WELD COUNTY, COLORADO)	TYPE: POOLING

CERTIFICATE OF SERVICE

I hereby certify that on February 4, 2019, a true and correct copy of the Application and Notice of Hearing in the above-referenced docket were deposited in the U.S. Mail, postage pre-paid, addressed to the parties in the list attached hereto.

DATED this ______ day of February, 2019

Grace Go-Hoveland

LIST OF INTERESTED PARTIES

SRC ENERGY INC. 1675 BROADWAY SUITE 2600 DENVER, CO 80202

EXTRACTION OIL & GAS, LLC 370 17TH STREET, SUITE 5300 DENVER, CO 80202

GRASS HAWK PARTNERS PO BOX 703854 DALLAS, TX 75370

MAX C. CHAPMAN, JR c/o GARDNER CAPITAL MGMT 66 E MAIN ST 2ND FL LITTLE FALLS, NJ 07424

NOBLE ENERGY INC 1625 BROADWAY, SUITE 2200 DENVER, CO 80202

ROBERT O. FEENEY 45585 PAWNEE RD INDIAN WELLS, CA 92210

ANADARKO E&P ONSHORE LLC 1099 18TH ST., SUITE 2600 DENVER, CO 80202

ASPECT HOLDINGS LLC 1775 SHERMAN STREET, SUITE 2400 DENVER, CO 80203

BARBARA GALVIN 902 41ST AVENUE GREELEY, CO 80634

BAYSWATER RESOURCES LLC 730 17TH ST., SUITE 500 DENVER, CO 80202

BERNHARDT FARMS LLC 12281 HWY 60 MILLIKEN, CO 80543

BLACKRIVER NIOBRARA PARTNERS II, LLC 8001 SOUTH INTERPORT BLVD., SUITE260 ENGLEWOOD, CO 80112

CARLSON OIL AND GAS, INC. 941 SCHOOL ST CRAIG, CO 81625

COLORADO STATE BANK & TRUST, TRUSTEE OF KENT AND CAROLINE B. RICKENBAUGH GRANDCHILDREN'S TRUST 1600 BROADWAY DENVER, CO 80202

2011 GEHRMAN FAMILY TRUST 613 SAWTOOTH STREET POWELL, WY 82435 ESTATE OF CHARLES A. ROWE 1810 JACKSON ST # 33 SAN FRANCISCO, CA 94109

ESTATE OF GEORGE A CARLSON JR C/O ANN CARLSON WEBER 1247 VIVIAN ST LONGMONT, CO 80501

ESTATE OF GEORGE A CARLSON JR C/O GEORGIA LLOYD JONES SNOKE 4502 EAST 85TH STREET TULSA, OK 74137

ESTATE OF KENNETH HOMYAK 1020 HOOVER AVE FORT LUPTON, CO 80621

GAVEL CORPORATION, S.A. 6 WINNEBAGO RD SEA RANCH LAKES, FL 33308

GREAT NORTHERN PROPERTIES LLLP 113 38TH AVE SUITE B GREELEY, CO 80634

HAROLD HOMYAK 11619 N. 31ST LANE PHOENIX, AZ 85029

INCLINE NIOBRARA PARTNERS, LP 50199 N CENTRAL EXPRESSWAY, SUITE B DALLS, TX 75205

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LARRY G. KAMMERZELL REVOCABLE TRUST 4410 83RD AVENUE GREELEY, CO 80634

LAURENE BERGER BROOKS TRUST 1201 WILLIAMS ST DENVER, CO 80218

LETHA M. WHEELER 930 MCCALL CIR CORONA, CA 92881

LOUISE CARLSON HOKE 4427 W 6TH ST GREELEY, CO 80634

MELVIN GALVIN 22718 E ALAMO LN AURORA, CO 80015

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QUENTIN OIL ASSOCIATES 1099 18TH ST, SUITE 2600 DENVER, CO 80202

RAISA II MINERALS LLC PO BOX 987 DENVER, CO 80201

ROGER F. CHENOWETH 37913 ABC RANCH DRIVE KILGORE, NE 96216

S SAUER LLC 11910 ALLISON STREET BROOMFIELD, CO 80020

STANLEY ROBERT FRENCH C/O MONA R. FRENCH 111 GREASEY CREEK RD BANDY, VA 24602

T SWINK LLC 92 STAGECOACH TRL LYONS, CO 80540

VIRGINIA C CARLSON 1751 SHAVANO ST LONGMONT, CO 80504

WELD COUNTY, COLORADO 915 10TH ST 3RD FLOOR GREELEY, CO 80631

WILLIAM C. BENSLER 1833 PINECREST LANE GREELEY, CO 80631

WOLF RESOURCES LLC 621 17TH ST, SUITE 1601 DENVER, CO 80293

CHRISTOPHER BOVICH 5 LAS BRISAS WAY NAPLES, FL 34108

GERT, LLC 249 MALVERN FARM DRIVE CHARLOTTESVILLE, VA 22903

JOHN M. OUZTS 3570 E ENTRADA DEL SOL TUCSON, AZ 85718

MORGAN EXPLORATION LLC 350 LINCOLN RD, SUITE 100 MIAMI BEACH, FL 33139

RICHMARK ENERGY PARTNERS, LLC PO BOX 328 GREELEY, CO 80632

A SWINK LLC 13595 HARVEST RD COMMERCE CITY, CO 80022 ANN C. WEBER 1247 VIVIAN ST LONGMONT, CO 80501

ATOMIC CAPITAL MINERALS LLC 2777 ALLEN PARKWAY, SUITE 1185 HOUSTON, TX 77019

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

BENSLER FAMILY LLLP 1833 PINECREST LN GREELEY, CO 80631

BETTY L. LLOYD 3817 IRONHORSE DR EVANS, CO 80620

BLACKRIVER NIOBRARA PARTNERS, LLC 8001 SOUTH INTERPORT BLVD., SUITE260 ENGLEWOOD, CO 80112

CHERYL GRABLE 701 GRAPEVINE DR, APT 418 CEDAR PARK, TX 78613

CONSTANCE OLD 17 W 54TH ST., APT. 4B NEW YORK, NY 10019

ERIC ROBERT FEUERSTEIN 323 TATE TRACE CANON CITY, CO 81212

ESTATE OF EDWARD H. ROWE 5283 BROADWAY TER APT 3C OAKLAND, CA 94618

ESTATE OF GEORGE A CARLSON JR C/O GAVEL CORPORATION S.A. 6 WINNEBAGO RD. SEA RANCH LAKES, FL 33308

EXTRACTION OIL & GAS, LLC, A DELAWARE LIMITED LIABILITY COMPANY 370 17TH STREET, SUITE 5300 DENVER, CO 80202

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GERALD D. MOSSBERG 4603 83RD AVE GREELEY, CO 80634

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HYDROCARBON MINERALS II, LLC P.O. BOX 2157 BRIDGEVIEW, IL 60455

JODY STEVENS 3890 E NORTH ISLAND DR SHELTON, WA 98584 KENNETH R. BUCK AND PERRY LYNN BUCK 1863 E SEADRIFT DRIVE WINDSOR, CO 80550

LAUREL SUSAN KIBLER PO BOX 667 WILLCOX, AZ 85644

LBGEMS, LLC 1111 RACE ST PH A DENVER, CO 80206

LAY 2006 REVOCABLE TRUST 125 RIO RETIRO LN INGRAM, TX 78025

LUNDVALL LLC 2015 CLUBHOUSE DR GREELEY, CO 80634

PATRICIA RUTH SMUTZ 1600 HUDSON ST DENVER, CO 80220

PAUL AND LINDA HADDAD REVOCABLE TRUST PO BOX 215 MAYER, AZ 86333

PUBLIC SERVICE COMPANY OF COLORADO 1800 LARIMER ST, STE 1400 DENVER, CO 80202

R. SETH WARD 6335 CROOKED STICK DR WINDSOR, CO 80550 RICHARD R WIEST AND CHRISTINE WIEST, JT 4525 65TH AVE GREELEY, CO 80634

S LOWRY MINERALS LLC 37153 DICKERSON RUN SEVERANCE, CO 80550

ST. FRANCIS HOME HEALTH, DBA HOSPICE, ATTN RODNEY L BUCK 6161 S YALE AVE TULSA, OK 74136

STEVEN A. MOSSBERG 3771 ANVIL CT MEAD, CO 80542

TELEP FAMILY LIMITED PARTNERSHIP 409 REMUDA DR FORT WORTH, TX 76108

WELD COUNTY SCHOOL DISTRICT NO. 6 1025 9TH AVE. GREELEY, CO 80631

WESTERN INTERNATIONAL MUSIC, INC 3707 65TH AVE GREELEY, CO 80634

WOLF RESOURCES HOLDING I LLC 621 17TH ST, SUITE 1601 DENVER, CO 80293

ZION'S FIRST NATIONAL BANK, TRUSTEE ATTN: CORPORATE TRUST SERVICES 1001 SEVENTEENTH STREET, SUITE 850 DENVER, CO 80202