

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

IN THE MATTER OF AN APPLICATION BY CAUSE NO. 407  
EXTRACTION OIL & GAS INC. FOR AN ORDER DOCKET NO.  
POOLING ALL INTERESTS IN AN APPROXIMATE  
640-ACRE DESIGNATED HORIZONTAL WELLBORE  
SPACING UNIT FOR PORTIONS OF SECTIONS 7, 8, 17, TYPE: POOLING  
AND 18, TOWNSHIP 2 NORTH, RANGE 68 WEST, 6TH  
P.M., FOR THE DEVELOPMENT/OPERATION OF THE  
NIOBRARA FORMATION, WELD COUNTY, COLORADO

**APPLICATION**

Extraction Oil & Gas Inc., Operator No. 10459 ("Extraction" or "Applicant"), by and through its attorneys, Beatty & Wozniak, P.C., respectfully submits this Application to the Oil and Gas Conservation Commission of the State of Colorado ("Commission") for an order pooling all interests in an approximate 640-acre horizontal wellbore spacing unit established for certain portions of Sections 7, 8, 17, and 18, Township 2 North, Range 68 West, 6<sup>th</sup> P.M., for the development and operation of the Niobrara Formation. 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 is an Owner in the below-listed lands:

Township 2 North, Range 68 West, 6<sup>th</sup> P.M.

Section 7: E $\frac{1}{2}$ E $\frac{1}{2}$   
Section 8: W $\frac{1}{2}$ W $\frac{1}{2}$   
Section 17: W $\frac{1}{2}$ W $\frac{1}{2}$   
Section 18: E $\frac{1}{2}$ E $\frac{1}{2}$

***Wellbore Spacing Unit ("WSU") No. 1***

Approximately 640 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 unit 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. Applicant designated an approximate 640-acre horizontal wellbore spacing unit composed of the Application Lands, for the below-described well, for the production of oil, gas, and associated hydrocarbons from the Niobrara Formation. Applicant notified all owners in the proposed wellbore spacing unit pursuant to Rule 318A.e.(5). Applicant did not receive objections to the establishment of the proposed horizontal wellbore spacing unit within the 30-day response period:

- a. Rinn Valley East N17-20-16N (API No. 05-123-47473) - Niobrara - WSU No. 1.

This well is hereinafter referred to as the "Subject Well."

5. 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, including, but not limited to, any nonconsenting interests, in WSU No. 1 established for the Application Lands, for the development and operation of the Niobrara Formation.

6. 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 the Subject Well within WSU No. 1.

7. 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 Well, 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 the Subject Well.

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 Commission rules.

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 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, the Commission enter its order:

A. Pooling all interests in WSU No. 1 established for the Application Lands, for the development and operation of the Niobrara Formation, 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 the Subject Well within WSU No. 1.

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 Well, 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 the Subject Well.

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

DATED this 10<sup>th</sup> day of January, 2019.

Respectfully submitted,

EXTRACTION OIL & GAS INC.

By: 

Jillian Fulcher

James P. Parrot

Jobediah J. Rittenhouse

Beatty & Wozniak, P.C.

Attorneys for Applicant

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Denver, Colorado 80202

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[jfulcher@bwenergylaw.com](mailto:jfulcher@bwenergylaw.com)

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[jrittenhouse@bwenergylaw.com](mailto:jrittenhouse@bwenergylaw.com)

Applicant's Address:  
Extraction Oil & Gas Inc.  
ATTN: Jason Rayburn  
370 17th Street, Suite 5300  
Denver, CO 80202

**VERIFICATION**

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

Jason Rayburn, Staff Landman for Extraction Oil & Gas Inc., 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.

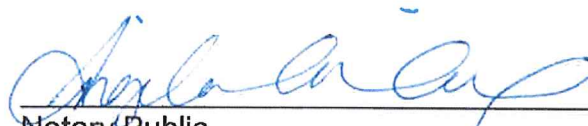
EXTRACTION OIL & GAS INC.

\_\_\_\_\_  
Jason Rayburn

Subscribed and sworn to before me this 10 day of January, 2019, by Jason Rayburn, Staff Landman for Extraction Oil & Gas Inc.

Witness my hand and official seal.

My commission expires:

  
\_\_\_\_\_  
Notary Public

**ANGELA CHRISTINE NICKEL**  
**NOTARY PUBLIC**  
**STATE OF COLORADO**  
**NOTARY ID 20184003200**  
**MY COMMISSION EXPIRES JANUARY 18, 2022**

## EXHIBIT A

### Reference Map for Pooling Application

Township 2 North, Range 68 West, 6<sup>th</sup> P.M.

Section 7: E $\frac{1}{2}$ E $\frac{1}{2}$

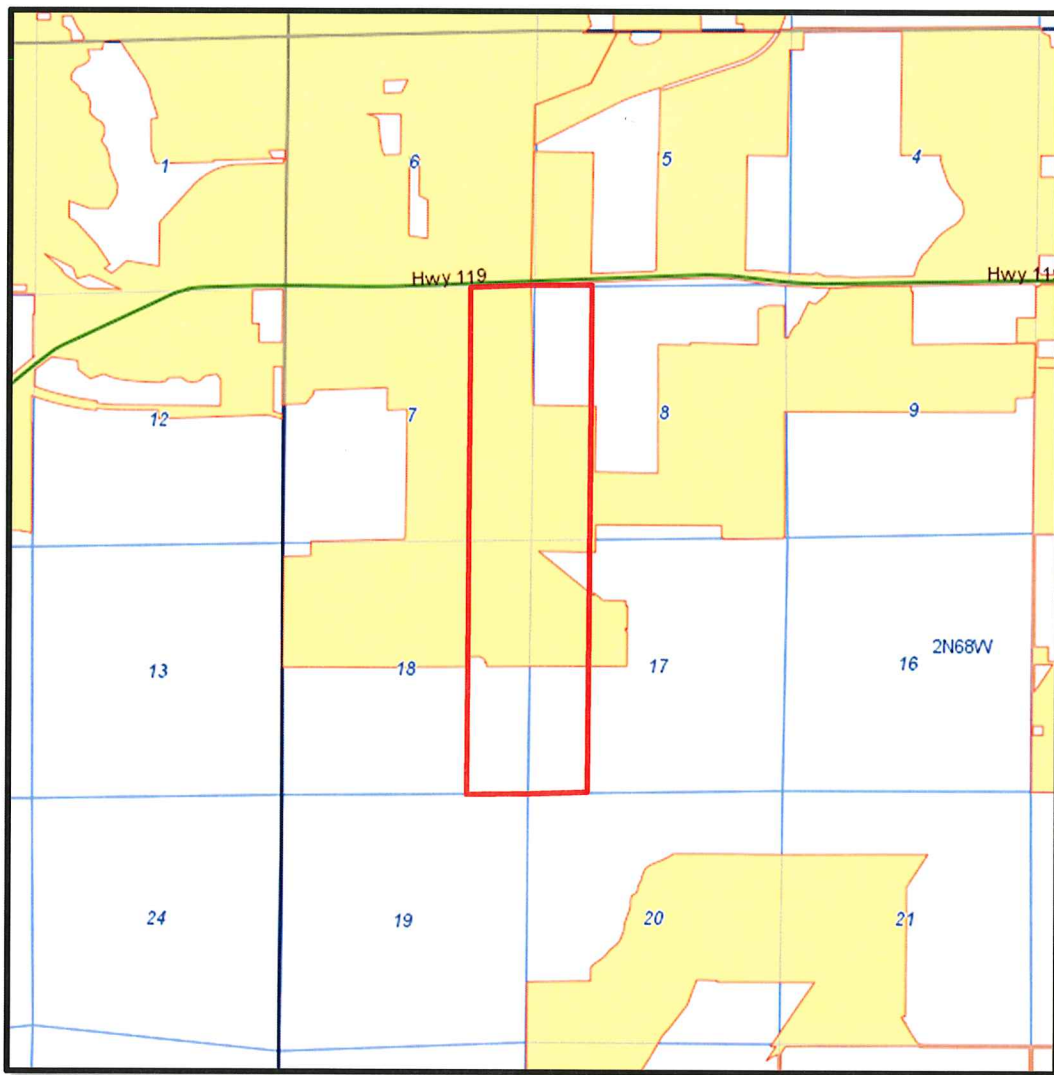
Section 8: W $\frac{1}{2}$ W $\frac{1}{2}$

Section 17: W $\frac{1}{2}$ W $\frac{1}{2}$

Section 18: E $\frac{1}{2}$ E $\frac{1}{2}$

### **Wellbore Spacing Unit ("WSU") No. 1**

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



= Application Lands

**BEFORE THE OIL & 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 NIOBRARA FORMATION,	)	DOCKET NO. 190300216
WATTENBERG FIELD, WELD COUNTY,	)	
COLORADO	)	TYPE: POOLING

**CERTIFICATE OF SERVICE**

I hereby certify that on or before 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 4<sup>th</sup> day of February, 2019

  
\_\_\_\_\_  
Jo Cooks

## LIST OF INTERESTED PARTIES

SWAN EXPLORATION LLC  
1235 NORTH LOOP W STE 500  
HOUSTON, TX 77008-4704

JOHN R CALVIN  
733 CHAVEZ RD NW  
LOS RANCHOS, NM 87107-5600

RAISA II, LLC  
PO BOX 987  
DENVER, CO 80201-0987

STEVEN TRACY  
38725 WCR 35  
EATON, CO 80615-8724

INCLINE MINERALS, LLC (FORMERLY  
SAVAGEAU, LLC)  
5019 N. CENTRAL EXPRESSWAY, STE B  
DALLAS, TX 75205

THE SANDRA MAY SAUNDERS TRUST  
C/O GUARANTY BANK AND TRUST  
COMPANY, TRUSTEE  
401 MAIN STREET  
LONGMONT, CO 80501

ACER, LLC  
2210 RIVIERA PLACE  
LONGMONT, CO 80501

LYLE E. DEHNING  
1835 FAITH PLACE  
LONGMONT, CO 80501

N. RUSSELL STACEY  
P. O. BOX 9  
HYGIENE, CO 80533

SHIRLI MAE HAYES  
999 HIGHWAY 119  
LONGMONT, CO 80504

CTEF I MINERALS LLC  
999 18TH STREET, SUITE 3370  
DENVER, CO 80202

HELEN NELSON, LLC  
C/O LESLIE J. WILLIAMS, JR., MANAGER  
8876 ROGERS ROAD  
LONGMONT, CO 80503

MARK B. KOENIG AND CHERYL L.  
KOENIG, AS JOINT TENANTS  
777 WELD COUNTY RD. 20.5  
LONGMONT, CO 80504

RONALD K WORMUS  
1926 RANGEVIEW DR  
FORT COLLINS, CO 80524-1921

PIVITOL NIOBRARA LP  
2021 MCKINNEY AVE STE 1250  
DALLAS, TX 75201-7625

SHORELINE ENERGY HOLDINGS II, INC.  
600, 209-8TH AVE SW  
CALGARY, AB T2P 1B8

DJS CITY LEASE OPTION LLC C/O  
DONALD J. SHERWOOD, TRUSTEE  
711 S. BOWEN STREET  
LONGMONT, CO 80501

ST. VRAIN VALLEY SCHOOL DISTRICT  
RE-1J  
395 SOUTH PRATT PARKWAY  
LONGMONT, CO 80501

THE JACK WILBUR RICHARDSON TRUST  
C/O GUARANTY BANK AND TRUST  
COMPANY, TRUSTEE  
401 MAIN STREET  
LONGMONT, CO 80501

DARRAH FAMILY, LLC  
809 PANORAMA CIRCLE  
LONGMONT, CO 80501

SHERROD FAMILY, LLC  
2412 ELMHURST PLACE  
LONGMONT, CO 80503

STEPHEN J. WEDDEL  
1161 PRINCETON DRIVE  
LONGMONT, CO 80503

CITY OF LONGMONT  
315 KIMBARK STREET  
LONGMONT, CO 80501

TOP OPERATING COMPANY  
3609 S. WADSWORTH,  
SUITE 340  
LAKEWOOD, CO 80235

RINN VALLEY FARMS, LLC  
1262 COUNTY ROAD 20.5  
LONGMONT, CO 80504

ROBERT RAU, JR. & CATHY BRYARLY, AS  
JOINT TENANTS  
754 WCR 20.5  
LONGMONT, CO 80504