

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

IN THE MATTER OF AN **AMENDED** APPLICATION
BY KERR-MCGEE OIL & GAS ONSHORE LP FOR
AN ORDER POOLING ALL INTERESTS IN TWO (2)
APPROXIMATE 240-ACRE DESIGNATED
HORIZONTAL WELLBORE SPACING UNITS FOR
PORTIONS OF SECTIONS 6, 7, AND 18, TOWNSHIP
1 NORTH, RANGE 67 WEST, 6TH P.M., FOR THE
DEVELOPMENT/OPERATION OF THE CODELL **AND**
NIOBRARA FORMATIONS, WATTENBERG FIELD,
WELD COUNTY, COLORADO

CAUSE NO. 407

DOCKET NO. 190400324

TYPE: POOLING

AMENDED APPLICATION

Kerr-McGee Oil & Gas Onshore LP (Operator No. 47120) ("Kerr-McGee" or "Applicant"), by and through its attorneys, Beatty & Wozniak, P.C., respectfully submits this **Amended** Application to the Oil and Gas Conservation Commission of the State of Colorado ("Commission") for an order pooling all interests in two (2) approximate 240-acre designated horizontal wellbore spacing units for portions of Sections 6, 7, and 18, Township 1 North, Range 67 West, 6th P.M., for the development and operation of the Codell **and Niobrara** Formations. In support of its **Amended** Application, Applicant states and alleges as follows:

1. Applicant is a limited partnership 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 1 North, Range 67 West, 6th P.M.

Section 6: SE $\frac{1}{4}$ SE $\frac{1}{4}$

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

Section 18: NE $\frac{1}{4}$ NE $\frac{1}{4}$

Wellbore Spacing Unit ("WSU") Nos. 1 - 2

240 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. The Application Lands lie approximately 3 miles southeast of the intersection between I-25 and Hwy 52.

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. Upon information and belief, Applicant designated two (2) approximate 240-acre horizontal wellbore spacing units comprised of the Application Lands, for the below-described wells, for the production of oil, gas, and associated hydrocarbons from the Codell **and Niobrara** Formations. Applicant notified all owners in the proposed wellbore spacing units pursuant to Rule 318A.e.(5). Applicant did not receive objections to the establishment of the proposed designated horizontal wellbore spacing units within the 30-day response period:

- a. Buddy 7-6HZ Well (API No. 05-123-48446) - Codell Formation - WSU No. 1;
- b. Buddy 7-7HZ Well (API No. 05-123-48447) – **Codell Niobrara** Formation - WSU No. 2

These wells are hereinafter referred to as the “Subject Wells.”

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 Nos. 1 - 2 established for the Application Lands, for the development and operation of the Codell **and Niobrara** Formations.

6. Applicant requests that the Commission’s pooling order be made effective as of the earlier of the date of this **Amended** 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 Wells within WSU Nos. 1 - 2.

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 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 **Amended** 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 Wells.

8. The granting of this **Amended** 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 **Amended** 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 **Amended** 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, the Commission enter its order:

A. Pooling all interests in WSU Nos. 1 - 2 established for the Application Lands, for the development and operation of the Codell **and Niobrara** Formations, effective as of the earlier of the date of this **Amended** 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 Wells within WSU Nos. 1 - 2.

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 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 **Amended** 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 Wells.

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

DATED this 21st of **January February**, 2019

Respectfully submitted,

KERR-MCGEE OIL & GAS ONSHORE LP

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Denver, Colorado 80202

VERIFICATION

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

Tom Yaley, Landman for Kerr-McGee Oil & Gas Onshore LP, 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.

KERR-MCGEE OIL & GAS ONSHORE LP

Tom Yaley
Tom Yaley

Subscribed and sworn to before me this 21st day of February, 2019,
by Tom Yaley, Landman for Kerr-McGee Oil & Gas Onshore LP.

Witness my hand and official seal.

My commission expires: 8/8/2019




Notary Public

Exhibit A

Reference Map for Pooling Application

Township 1 North, Range 67 West, 6th P.M.

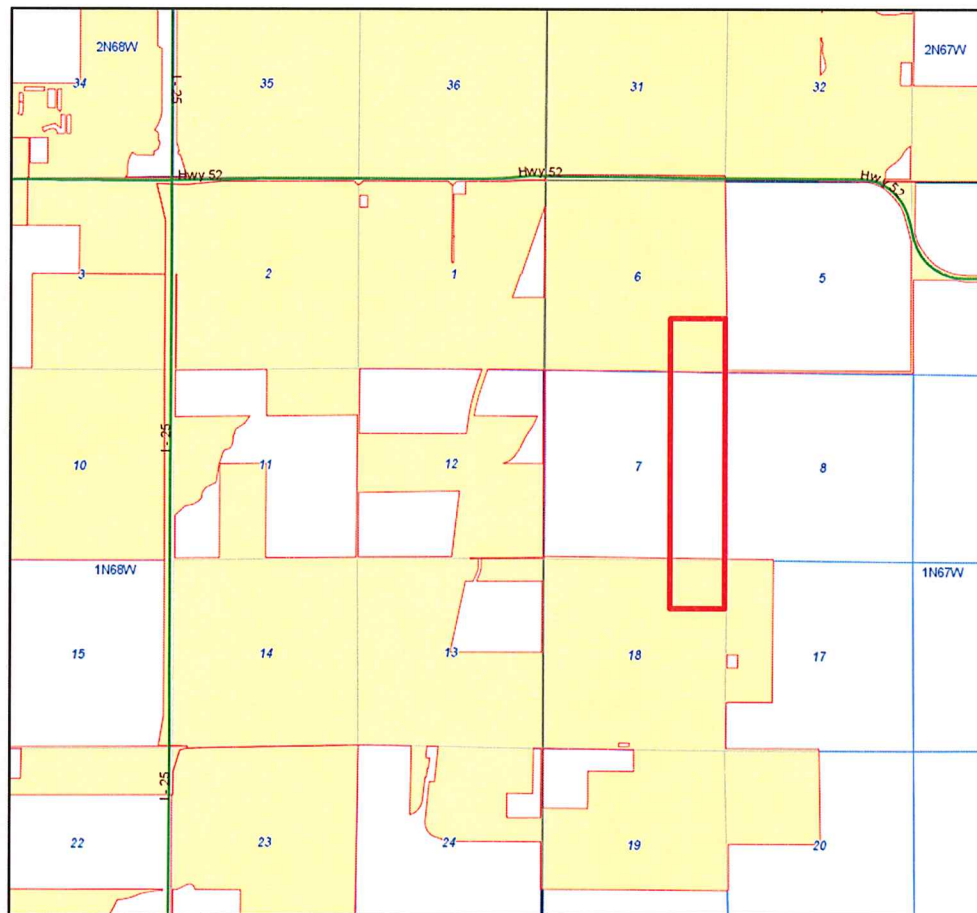
Section 6: SE $\frac{1}{4}$ SE $\frac{1}{4}$

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Wellbore Spacing Unit ("WSU") Nos. 1 - 2

240 acres, more or less, Weld County, Colorado.



 = Application Lands

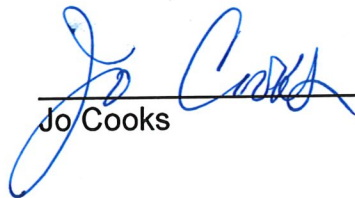
BEFORE THE OIL AND GAS CONSERVATION COMMISSION
OF THE STATE OF COLORADO

IN THE MATTER OF THE PROMULGATION AND)	CAUSE NO. 407
ESTABLISHMENT OF FIELD RULES TO GOVERN)	
OPERATIONS FOR THE NIOBRARA AND CODELL)	DOCKET NO. 190400324
FORMATIONS, WATTENBERG FIELD, WELD)	
COUNTY, COLORADO)	TYPE: POOLING

CERTIFICATE OF MAILING

I hereby certify that on or before February 28, 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 26th day of February, 2019



Jo Cooks

INTERESTED PARTIES

Anadarko E & P Onshore LLC
1201 Lake Robbins Dr
The Woodlands, TX 77380

Noble Energy, Inc
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Denver, CO 80202

Crestone Peak Resources Holdings LLC
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Bainbridge Island, WA 98110

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